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<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Filing at a Glance

Company:	Pharmacists Mutual Insurance Company
Product Name:	Businessowners - Medical Malpractice
State:	Illinois
TOI:	11.0 Medical Malpractice - Claims Made/Occurrence
Sub-TOI:	11.0021 Pharmacy
Filing Type:	Rate/Rule
Date Submitted:	01/14/2013
SERFF Tr Num:	PHAR-128843853
SERFF Status:	Closed-Filed
State Tr Num:	PHAR-128843853
State Status:	
Co Tr Num:	
Effective Date	01/01/2013
Requested (New):	
Effective Date	01/01/2013
Requested (Renewal):	
Author(s):	Heidi Allen, Janine MacVey
Reviewer(s):	Gayle Neuman (primary), Neetha Mamoottile, Caryn Carmean
Disposition Date:	04/25/2013
Disposition Status:	Filed
Effective Date (New):	01/01/2013
Effective Date (Renewal):	01/01/2013
State Filing Description:	
	routed 1/23/13

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<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

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## General Information

Project Name: IL BOP Product Enhancements 2012	Status of Filing in Domicile: Authorized
Project Number: IL-BOP-01-13-RR	Domicile Status Comments:
Reference Organization: AAIS	Reference Number:
Reference Title:	Advisory Org. Circular:
Filing Status Changed: 04/25/2013	
State Status Changed:	Deemer Date:
Created By: Janine MacVey	Submitted By: Janine MacVey
Corresponding Filing Tracking Number: PHAR-128846212	

### Filing Description:

Pharmacists Mutual Insurance Company is a member of AAIS for our Businessowners Program in your state. With this revision we are filing a revision to our rating for Pharmacy Professional Liability Coverage. We will no longer determine the pharmacy professional liability premium using the Professional Liability loss cost and our Professional and Other Liability loss cost multiplier. Through analysis of our internal company data, we have determined indicated rates for our pharmacy professional liability coverage, and developed an algorithm which allows for more granular rating of this coverage. The selected rates will provide an overall change of 1.9%.

Our IL Businessowners Medical Malpractice Supplement has been provided for your review and consideration.

We would like for these revisions to become effective for all policies written on or after January 1, 2013.

## Company and Contact

### Filing Contact Information

Janine MacVey, Rate Analyst	janine.macvey@phmic.com
PO Box 370	515-395-7207 [Phone]
Algona, IA 50511	515-295-9306 [FAX]

### Filing Company Information

Pharmacists Mutual Insurance Company	CoCode: 13714	State of Domicile: Iowa
808 Highway 18 West	Group Code: 775	Company Type: Mutual
P.O. Box 370	Group Name: PMC	State ID Number:
Algona, IA 50511	FEIN Number: 42-0223390	
(800) 247-5930 ext. [Phone]		

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## Filing Fees

Fee Required?	No
Retaliatory?	No
Fee Explanation:	

## State Specific

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<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
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Refer to our checklists prior to submitting filing ([http://www.idfpr.com/DOI/Prop\\_Cas\\_IS3\\_Checklists/IS3\\_Checklists.htm](http://www.idfpr.com/DOI/Prop_Cas_IS3_Checklists/IS3_Checklists.htm)):

Acknowledged

Refer to our updated (04/06/2007) SERFF General Instructions prior to submitting filing. They have been updated to clarify what rates and rules are required to be filed as well as what rates and rules are not required to be filed. Also, the "Product Name" is the Filing Title and not the Project Number.: Acknowledged

NO RATES and/or RULES ARE REQUIRED TO BE FILED FOR LINES OF COVERAGE SUCH AS COMMERCIAL AUTO (except taxicabs), BURGLARY AND THEFT, GLASS, FIDELITY, SURETY, COMMERCIAL GENERAL LIABILITY, CROP HAIL, COMMERCIAL PROPERTY, DIRECTORS AND OFFICERS, ERRORS AND OMISSIONS, COMMERCIAL MULTI PERIL just to mention a few. However, a Summary Sheet (RF-3) is required to be filed. Please refer to the State Specific Field below for what rates/rules are required to be filed and to our checklists for specific statutes, regulations, etc. :

[http://insurance.illinois.gov/Prop\\_Cas\\_IS3\\_Checklists/IS3\\_Checklists.asp](http://insurance.illinois.gov/Prop_Cas_IS3_Checklists/IS3_Checklists.asp) .: Acknowledged

Medical Malpractice rates/rules may now be submitted using SERFF effective January 1, 2012.: Acknowledged

The only rates and/or rules that are required to be filed are Homeowners, Mobile Homeowners, Dwelling Fire and Allied Lines, Workers' Compensation, Liquor Liability, Private Passenger Automobiles, Taxicabs, Motorcycles and Group Inland Marine Insurance which only applies to insurance involving personal property owned by, being purchased by or pledged as collateral by individuals, and not used in any business, trade or profession per Regulation Part 2302 which says in part, "each company shall file with the Director of Insurance each rate, rule and minimum premium before it is used in the State of Illinois.":

Acknowledged

When selecting a form filing type for a multiple form filing, use the dominant type from these choices: APP - application; CER - certificate; COF - coverage form; DPS - declaration page; END - endorsement; POJ - policy jacket; ORG - Companies adopting an Advisory or Rating Organization's filing. Example: If you are submitting a policy as well as endorsements, a declaration page and an application, you would select "POL" for policy.: Not applicable to this filing

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Filed	Gayle Neuman	04/25/2013	04/25/2013

### Objection Letters and Response Letters

#### Objection Letters

Status	Created By	Created On	Date Submitted
Pending Industry Response	Gayle Neuman	01/22/2013	01/22/2013
Pending Industry Response	Gayle Neuman	01/22/2013	01/22/2013
Pending Industry Response	Gayle Neuman	01/22/2013	01/22/2013

#### Response Letters

Responded By	Created On	Date Submitted
Janine MacVey	01/23/2013	01/23/2013
Janine MacVey	01/22/2013	01/22/2013
Janine MacVey	01/22/2013	01/22/2013

### Filing Notes

Subject	Note Type	Created By	Created On	Date Submitted
Effective Date January 1, 2013	Note To Reviewer	Janine MacVey	04/25/2013	04/25/2013
effective date	Note To Filer	Gayle Neuman	04/25/2013	04/25/2013
status	Note To Filer	Gayle Neuman	03/06/2013	03/06/2013
Status Update	Note To Reviewer	Janine MacVey	03/06/2013	03/06/2013
Actuarial Review Complete	Reviewer Note	Caryn Carmean	04/24/2013	

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Disposition

Disposition Date: 04/25/2013  
Effective Date (New): 01/01/2013  
Effective Date (Renewal): 01/01/2013  
Status: Filed

Comment:

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where req'd):	Minimum % Change (where req'd):
Pharmacists Mutual Insurance Company	53.600%	1.900%	\$6,667	403	\$350,838	%	%

Schedule	Schedule Item	Schedule Item Status	Public Access
Supporting Document	Explanatory Memorandum		Yes
Supporting Document	Form RF3 - (Summary Sheet)		Yes
Supporting Document	Certification		Yes
Supporting Document	Request to Maintain Data as Trade Secret Information		Yes
Supporting Document	Manual		Yes
Supporting Document	Side by side comparison of Manual Supplement Changes		Yes
Supporting Document	Pharmacy Professional Liability Increased Limit Factors Support		No
Supporting Document	Pharmacy Professional Liability Rate Indication		No
Supporting Document	Pharmacy Professional Liability Extension Filing Memorandum		No
Rate	AAIS Multistate Businessowners Manual edition 06 09		Yes
Rate	AAIS IL Businessowners Manual 07 11		Yes

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

Schedule	Schedule Item	Schedule Item Status	Public Access
Rate	Countrywide Businessowners Exception Pages 06 12b		Yes
Rate	IL Businessowners Manual Exception Pages - Supplemental 06 12		Yes
Rate	IL Businessowers Manual Exception Page - Professional Liability - Medical Malpractice Supplemental 01 13		Yes

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**State:** Illinois **Filing Company:** Pharmacists Mutual Insurance Company  
**TOI/Sub-TOI:** 11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy  
**Product Name:** Businessowners - Medical Malpractice  
**Project Name/Number:** IL BOP Product Enhancements 2012/IL-BOP-01-13-RR

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## Objection Letter

Objection Letter Status	Pending Industry Response
Objection Letter Date	01/22/2013
Submitted Date	01/22/2013
Respond By Date	01/29/2013

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Dear Janine MacVey,

**Introduction:**

*This is to acknowledge receipt of your filing. Your submission is not acceptable for filing in Illinois due to the following reasons:*

*Under the 9.50 Pharmacy Professional Liability Extension, it says "coverage can be extended for bodily injury or property damage which occurs after the policy cancellation date, provided that the incident causing the bodily injury or property damage...occurred while the policy was in force" - it seems "which occurs" should be replaced with "reported".*

**Conclusion:**

*Sign up to get e-mail notification for updates to the Department's website. <http://insurance.illinois.gov/RSS/>*

*Please refer to the appropriate Property Casualty IS3 Review Requirements Checklist before submitting any filing. The checklists are available at the Department's Web site or at the following link:*

*[http://insurance.illinois.gov/Prop\\_Cas\\_IS3\\_Checklists/IS3\\_Checklists.asp](http://insurance.illinois.gov/Prop_Cas_IS3_Checklists/IS3_Checklists.asp)*

*Please submit compliant form(s) no later than the date shown above or the entire filing may be disapproved. Please be advised that when the Director disapproves the form(s) you must immediately cease using the form(s) in Illinois.*

*Please give this matter your immediate attention. If you have any question regarding this filing please feel free to contact me.*

*Sincerely,*

*Gayle Neuman*

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**State:** Illinois **Filing Company:** Pharmacists Mutual Insurance Company  
**TOI/Sub-TOI:** 11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy  
**Product Name:** Businessowners - Medical Malpractice  
**Project Name/Number:** IL BOP Product Enhancements 2012/IL-BOP-01-13-RR

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## Objection Letter

Objection Letter Status	Pending Industry Response
Objection Letter Date	01/22/2013
Submitted Date	01/22/2013
Respond By Date	01/29/2013

---

Dear Janine MacVey,

**Introduction:**

*This is to acknowledge receipt of your filing. Your submission is not acceptable for filing in Illinois due to the following reasons:*

*Additionally, please confirm the rate change is a 1.9% increase.*

**Conclusion:**

*Sign up to get e-mail notification for updates to the Department's website. <http://insurance.illinois.gov/RSS/>*

*Please refer to the appropriate Property Casualty IS3 Review Requirements Checklist before submitting any filing. The checklists are available at the Department's Web site or at the following link:*

*[http://insurance.illinois.gov/Prop\\_Cas\\_IS3\\_Checklists/IS3\\_Checklists.asp](http://insurance.illinois.gov/Prop_Cas_IS3_Checklists/IS3_Checklists.asp)*

*Please submit compliant form(s) no later than the date shown above or the entire filing may be disapproved. Please be advised that when the Director disapproves the form(s) you must immediately cease using the form(s) in Illinois.*

*Please give this matter your immediate attention. If you have any question regarding this filing please feel free to contact me.*

*Sincerely,*

*Gayle Neuman*



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<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

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## Objection Letter

Objection Letter Status	Pending Industry Response
Objection Letter Date	01/22/2013
Submitted Date	01/22/2013
Respond By Date	02/05/2013

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Dear Janine MacVey,

### **Introduction:**

*This is to acknowledge receipt of your filing. Your submission is not acceptable for filing in Illinois due to the following reasons:*

*The extended reporting period must be offered when the policy is cancelled or nonrenewed for any reason including nonpayment of premium, and whether the policy is cancelled by the company or at the insured's request, pursuant to Company Bulletin CB88-50. Additionally, the company must offer an extended reporting period of at least 12 months on claims-made policies. The insured must be allowed 30 days after the end of the policy period to purchase the extended reporting period. Extended reporting period (tail coverage) premium must be priced as a factor of one of the following: (1) the last twelve months premium; (2) the premium in effect at policy issuance; or (3) the expiring annual premium. The form must list the factor(s) to be used to figure the premium, which of the three premiums the factor will be applied to, and any credits, discounts, etc. that will be added or removed when determining the final premium. The company must inform the insured of the extended reporting period premium at the time the last policy is purchased. The company may not wait until the insured requests purchase of the extended reporting period coverage to tell the insured what the premium will be or how the premium will be calculated. The extended reporting period covers losses that occurred during the policy period but not reported as a claim prior to the cancellation date.*

### **Conclusion:**

*Sign up to get e-mail notification for updates to the Department's website. <http://insurance.illinois.gov/RSS/>*

*Please refer to the appropriate Property Casualty IS3 Review Requirements Checklist before submitting any filing. The checklists are available at the Department's Web site or at the following link:*

*[http://insurance.illinois.gov/Prop\\_Cas\\_IS3\\_Checklists/IS3\\_Checklists.asp](http://insurance.illinois.gov/Prop_Cas_IS3_Checklists/IS3_Checklists.asp)*

*Please submit compliant form(s) no later than the date shown above or the entire filing may be disapproved. Please be advised that when the Director disapproves the form(s) you must immediately cease using the form(s) in Illinois.*

*Please give this matter your immediate attention. If you have any question regarding this filing please feel free to contact me.*

*Sincerely,*

*Gayle Neuman*

<b>SERFF Tracking #:</b>	PHAR-128843853	<b>State Tracking #:</b>	PHAR-128843853	<b>Company Tracking #:</b>	
<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company		
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy				
<b>Product Name:</b>	Businessowners - Medical Malpractice				
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR				

## Response Letter

Response Letter Status	Submitted to State
Response Letter Date	01/23/2013
Submitted Date	01/23/2013

*Dear Gayle Neuman,*

### **Introduction:**

### **Response 1**

#### **Comments:**

*Please refer to the attached memorandum for a detailed explanation of this endorsement and rule.*

### **Changed Items:**

Supporting Document Schedule Item Changes	
<b>Satisfied - Item:</b>	Pharmacy Professional Liability Extension Filing Memorandum
<b>Comments:</b>	
<b>Attachment(s):</b>	Pharmacy Professional Liability Extension Filing Memorandum.pdf

*No Form Schedule items changed.*

*No Rate/Rule Schedule items changed.*

### **Conclusion:**

*Sincerely,*

*Janine MacVey*

---

**State:** Illinois **Filing Company:** Pharmacists Mutual Insurance Company  
**TOI/Sub-TOI:** 11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy  
**Product Name:** Businessowners - Medical Malpractice  
**Project Name/Number:** IL BOP Product Enhancements 2012/IL-BOP-01-13-RR

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## Response Letter

Response Letter Status	Submitted to State
Response Letter Date	01/22/2013
Submitted Date	01/22/2013

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Dear Gayle Neuman,

**Introduction:**

**Response 1**

**Comments:**

*That is correct. The expected effect of this revision is a minimal increase of 1.9%.*

**Changed Items:**

*No Supporting Documents changed.*

*No Form Schedule items changed.*

*No Rate/Rule Schedule items changed.*

**Conclusion:**

Sincerely,  
Janine MacVey

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**State:** Illinois **Filing Company:** Pharmacists Mutual Insurance Company  
**TOI/Sub-TOI:** 11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy  
**Product Name:** Businessowners - Medical Malpractice  
**Project Name/Number:** IL BOP Product Enhancements 2012/IL-BOP-01-13-RR

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## Response Letter

Response Letter Status	Submitted to State
Response Letter Date	01/22/2013
Submitted Date	01/22/2013

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Dear Gayle Neuman,

### **Introduction:**

### **Response 1**

#### **Comments:**

The Pharmacy Professional Liability Coverage under our Businessowners Program is written on an Occurrence Basis only. I chose the TOI 11.0 Medical Malpractice - Claims Made/Occurrence because there are both claims made and occurrence coverages under the Businessowners Program, although, the coverages which we are required to file under Med Mal are occurrence only. Thus, the coverages addressed in this filing are not claims made, they are occurrence only.

### **Changed Items:**

No Supporting Documents changed.

No Form Schedule items changed.

No Rate/Rule Schedule items changed.

### **Conclusion:**

Sincerely,  
Janine MacVey

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Note To Reviewer

**Created By:**

Janine MacVey on 04/25/2013 10:35 AM

**Last Edited By:**

Gayle Neuman

## Submitted On:

04/25/2013 10:51 AM

**Subject:**

Effective Date January 1, 2013

**Comments:**

We would like to maintain the effective date of January 1, 2013 for both new and renewal business.

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Note To Filer

**Created By:**

Gayle Neuman on 04/25/2013 08:02 AM

**Last Edited By:**

Gayle Neuman

## Submitted On:

04/25/2013 10:51 AM

**Subject:**

effective date

**Comments:**

The Department of Insurance completed its review of this filing. Originally, Pharmacists Mutual requested the filing be effective January 1, 2013. Was the filing put in effect on January 1, 2013 or do you wish to have a different effective date? Your prompt response is appreciated.

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Note To Filer

**Created By:**

Gayle Neuman on 03/06/2013 12:57 PM

**Last Edited By:**

Gayle Neuman

## Submitted On:

04/25/2013 10:51 AM

**Subject:**

status

**Comments:**

The filing is now being reviewed by our Actuarial Unit. They will contact you with any questions they may have.

<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
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<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Note To Reviewer

**Created By:**

Janine MacVey on 03/06/2013 10:30 AM

**Last Edited By:**

Gayle Neuman

## Submitted On:

04/25/2013 10:51 AM

**Subject:**

## Status Update

**Comments:**

Could you please update us on the status of this filing. Responses to your objections were provided in January. Since we have not heard anything additional from you, we were wondering if you had any additional questions.



<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

## Reviewer Note

**Created By:**

Caryn Carmean on 04/24/2013 02:37 PM

**Last Edited By:**

Gayle Neuman

## Submitted On:

04/25/2013 10:51 AM

**Subject:**

Actuarial Review Complete

**Comments:**

Actuarial Review Complete

<b>SERFF Tracking #:</b>	PHAR-128843853	<b>State Tracking #:</b>	PHAR-128843853	<b>Company Tracking #:</b>	
<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company		
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy				
<b>Product Name:</b>	Businessowners - Medical Malpractice				
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR				

## Rate Information

Rate data applies to filing.

<b>Filing Method:</b>	Use & File
<b>Rate Change Type:</b>	Increase
<b>Overall Percentage of Last Rate Revision:</b>	0.000%
<b>Effective Date of Last Rate Revision:</b>	12/01/2010
<b>Filing Method of Last Filing:</b>	Use & File

## Company Rate Information

<b>Company Name:</b>	<b>Overall % Indicated Change:</b>	<b>Overall % Rate Impact:</b>	<b>Written Premium Change for this Program:</b>	<b># of Policy Holders Affected for this Program:</b>	<b>Written Premium for this Program:</b>	<b>Maximum % Change (where req'd):</b>	<b>Minimum % Change (where req'd):</b>
Pharmacists Mutual Insurance Company	53.600%	1.900%	\$6,667	403	\$350,838	%	%

SERFF Tracking #:

PHAR-128843853

State Tracking #:

PHAR-128843853

Company Tracking #:

State:

Illinois

Filing Company:

Pharmacists Mutual Insurance Company

TOI/Sub-TOI:

11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy

Product Name:

Businessowners - Medical Malpractice

Project Name/Number:

IL BOP Product Enhancements 2012/IL-BOP-01-13-RR

## Rate/Rule Schedule

Item No.	Schedule Item Status	Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing Number	Attachments
1		AAIS Multistate Businessowners Manual edition 06 09	All	Replacement	PHAR-126820179	AAIS Multistate BOP Manual 06 09.pdf
2		AAIS IL Businessowners Manual 07 11	All	Replacement	PHAR-126820179	AAIS IL BOP Manual 07 11.pdf
3		Countrywide Businessowners Exception Pages 06 12b	All	Replacement	PHAR-126820179	CW BOP Exception Pages 06 12b.pdf
4		IL Businessowners Manual Exception Pages - Supplemental 06 12	All	Replacement	PHAR-126820179	IL BOP Exception Page - Supplemental 06 12.pdf
5		IL Businessowners Manual Exception Page - Professional Liability - Medical Malpractice Supplemental 01 13	All	Replacement	PHAR-126820179	IL BOP Exception Page - Professional Liability - Medical Malpractice Supplemental 01 13.pdf

# **BUSINESSOWNERS PROGRAM**

## **COUNTRYWIDE**

### **THE COUNTRYWIDE AND STATE MANUAL PAGES CONTAIN LOSS COSTS**

All references in the countrywide and state manual pages to **premiums, rates, or charges** mean loss costs. Use the company multiplier to convert loss costs to final rates, premiums, and charges.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES**  
**1745 South Naperville Road • Wheaton, IL 60189**

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

### **TABLE OF CONTENTS**

#### **COUNTRYWIDE RULES**

- Eligibility
- Program Description
- Policywriting Instructions
- Definitions
- Premium Modifications
- Deductibles
- Premium Development
- Property Coverage Options
- Liability Coverage Options
- Individual Risk Premium Modifications

#### **COUNTRYWIDE CLASSIFICATIONS**

#### **COUNTRYWIDE RATING INFORMATION PAGES**

#### **STATE RULE EXCEPTION PAGE(S)**

#### **STATE TERRITORIAL DEFINITIONS**

#### **STATE-SPECIFIC RATING INFORMATION PAGES**

### **INTRODUCTION**

The countrywide section of this manual contains rules, classifications, and rating information for writing policies that cover the property, loss of income, and liability exposures of eligible business owners. Refer to the applicable state page(s) for exceptions to the countrywide rules and for state-specific rating information.

The state-specific and countrywide rating information pages contain loss costs. All references in these pages to premiums, rates, or charges mean loss costs. Use the company multiplier to convert loss costs to final rates, premiums, and charges.

Refer to the company for Businessowners coverages not available through this manual. Special rules, rates, forms, or endorsements filed by or on behalf of the company apply in lieu of those referenced in this manual.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### INDEX

	<u>Rule Number</u>	<u>Page Number</u>
Accounts Receivable .....	8.4	34
Actual Cash Value .....	8.5	35
Additional Premium Changes.....	3.6.1	9
Aggregate Limits.....	2.4	7
Annual Rating Information .....	7.3	21
Automatic Increase - Coverages A and/or B .....	8.6	36
 Back-up Of Sewers And Drains .....	 8.7	 36
Basic Limits .....	2.3	7
Builders' Risk .....	8.8	37
Building Construction Classifications .....	4.2	13
Building Functional Replacement Cost Valuation .....	8.30	65
Burglary And Robbery Coverage - Options 1 And 2 .....	8.1.1/8.1.2	32
Business Personal Property Functional Replacement Cost Valuation .....	 8.31	 67
 Cancellation .....	 3.4	 8
Computer Coverage (BP 0100 Only).....	8.2	34
Computer Virus And Computer Hacking Coverage .....	8.9	37
Condominium Loss Assessment.....	8.10	38
Condominium Unit-Owners .....	3.11	12
Condominium Associations.....	3.10	11
Continuous Policies .....	3.3.2	8
Convenience Stores .....	1.7	4
Coverage Descriptions -- Principal Coverages .....	2.2	5
Coverage Forms.....	2.1	5
Crime Coverage (BP 0100 Only) .....	8.1	32
 Deductibles .....	 6	 18
Definitions .....	4	13
 Earnings From Dependent Locations .....	 8.11	 38
Earthquake.....	8.12	39
Construction Classifications.....	8.12.1	39
Deductible .....	8.12.2	43
Premium Determination .....	8.12.4	46
Premium Modifications .....	8.12.3	43
Eligibility .....	1	1
Employee Benefits Liability Coverage .....	9.12	75
Employee Dishonesty.....	8.13	46
Employment Practices Liability (Coverage F).....	9.13	77
Endorsement Entries .....	3.2	8

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

	<u>Rule Number</u>	<u>Page Number</u>
Equipment Breakdown Coverage .....	8.14	47
Expanded Non-owned Auto Liability Coverage/Hired Auto Liability Coverage.....	9.22.2	93
Factors Or Multipliers .....	7.1	21
Fine Arts.....	8.15	51
Financial Institution Eligibility.....	1.7	4
Fire Protection Classifications.....	4.1	13
Flat Deductible Options - All Perils .....	6.1	18
Forgery Coverage.....	8.16	51
Individual Risk Premium Modifications .....	10	97
Ineligible Classifications .....	1.8	4
Installation Floater Coverage .....	8.17	52
Installation Tools And Equipment .....	8.18	53
Interpolation .....	7.4	21
Interstate Accounts.....	3.12	12
Liability Coverage Options .....	9	68
Additional Insureds .....	9.1	68
Aggregate Limits Of Insurance - Per Location.....	9.2	71
Asbestos Exclusion.....	9.3	72
Construction Defects.....	9.4	72
Contractual Liability Coverage.....	9.5	73
Coverage P - Personal And Advertising Injury Coverage Excluded.....	9.6	74
Cross Liability Exclusion .....	9.7	74
Customers' Auto Legal Liability Coverage .....	9.8	74
Definition Of Employee Redefined .....	9.9	74
Deletion -- Coverage M - Medical Payments .....	9.10	75
Deletion -- Volunteer Workers .....	9.11	75
Employee Benefits Liability Coverage.....	9.12	75
Employment Practices Liability (Coverage F) .....	9.13	77
Exclusion - Abuse Or Molestation .....	9.14	85
Expanded Coverage For Property Damage To Rented Premises .....	9.15	85
Fungus And Related Perils Options .....	9.16	86
Higher Commercial Liability Limits .....	9.17	87
Liability Exclusion - Designated Premises Or Operations.....	9.18	90
Limitation Of Coverage - Designated Premises Or Project.....	9.19	91
Liquor Liability Amendments .....	9.20	91
Motor Vehicle And Mobile Equipment.....	9.21	92
Non-owned/Hired Automobiles.....	9.22	92
Pollution Exclusion Options .....	9.23	93
Professional Liability .....	9.24	94
Punitive Damages Exclusion .....	9.25	96

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

	<u>Rule Number</u>	<u>Page Number</u>
Liability Coverage Options (Cont'd.)		
Silica Exclusion .....	9.26	96
Telephone Consumer Protection Act of 1991, CAN-SPAM Act of 2003, and Other Information Distribution Violations Exclusion.....	9.27	96
Limited Fungus And Related Perils Coverage - Changes .....	8.19	54
Loss Payable Options.....	3.8.2	10
Loss of Income Options.....	8.20	55
Minimum Premiums.....	7.5	21
Money And Securities.....	8.21	56
Mortgagees And Loss Payees .....	3.8	10
Multiple Occupancies .....	7.6	21
Multiple Occupancy Eligibility .....	1.7	4
Ordinance Or Law Extension .....	8.22	58
Other Premium Modifications.....	5.3	17
Outdoor Signs.....	8.23	59
Property Additional Coverage Endorsement (PACE) .....	8.24	60
Policy Changes.....	3.6	9
Policy Format.....	3.1	8
Policy Restrictions Or Increased Premiums .....	3.7	10
Policy Term .....	3.3	8
Policywriting Instructions .....	3	8
Premium Changes.....	3.6.1	9
Premium Determination.....	7.7	22
Premium Development.....	7	21
Premium Modifications .....	5	15
Program Description.....	2	5
Property Additional Coverage Endorsement (PACE) .....	8.24	60
Property Coverage Options.....	8	32
Accounts Receivable .....	8.4	34
Actual Cash Value .....	8.5	35
Automatic Increase - Coverages A and/or B .....	8.6	36
Back-up Of Sewers And Drains.....	8.7	36
Builders' Risk.....	8.8	37
Building Functional Replacement Cost Valuation.....	8.30	65
Business Personal Property Functional Replacement Cost Valuation .....	8.31	67
Burglary And Robbery Coverage - Options 1 and 2.....	8.1.1/8.1.2	32
Computer Coverage (BP 0100 Only) .....	8.2	34
Computer Virus And Computer Hacking Coverage.....	8.9	37
Condominium Loss Assessment.....	8.10	38
Crime Coverages (BP 0100 Only).....	8.1	32
Earnings From Dependent Locations.....	8.11	38



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

	<u>Rule Number</u>	<u>Page Number</u>
Property Coverage Options (cont'd)		
Earthquake .....	8.12	39
Employee Dishonesty .....	8.13	46
Equipment Breakdown Coverage .....	8.14	47
Fine Arts .....	8.15	51
Forgery Coverage .....	8.16	51
Installation Floater Coverage .....	8.17	52
Installation Tools And Equipment .....	8.18	53
Limited Fungus and Related Perils Coverage - Changes .....	8.19	54
Loss Of Income Options .....	8.20	55
Money And Securities .....	8.21	56
Ordinance Or Law Extension .....	8.22	58
Outdoor Signs .....	8.23	59
Property Additional Coverage Endorsement (PACE) .....	8.24	60
Seasonal Increase - Coverage B .....	8.25	60
Spoilage .....	8.26	61
Sprinkler Leakage Earthquake Extension .....	8.27	61
Theft Coverage .....	8.1.3	33
Theft Exclusion (BP 0200 Only) .....	8.3	34
Utility Interruption Coverage .....	8.28	62
Valuable Papers And Records .....	8.29	64
Protective Devices Or Services .....	5.1	15
Refer To Company .....	3.13	12
Renewable Policies .....	3.3.1	8
Restaurant Modifications .....	5.2	16
Return Premium Changes .....	3.6.2	10
Rounding Procedure .....	7.2	21
Scheduled Buildings, Business Personal Property, And Loss of Income .....	3.5	9
Seasonal Increase - Coverage B .....	8.25	60
Spoilage .....	8.26	61
Sprinklered Property .....	4.3	14
Sprinkler Leakage Earthquake Extension .....	8.27	61
Theft Coverage .....	8.1.3	33
Theft Exclusion (BP 0200 Only) .....	8.3	34
Utility Interruption Coverage .....	8.28	62
Valuable Papers And Records .....	8.29	64
Valuation .....	3.9	11
Waiver Of Subrogation .....	3.14	12
Windstorm Or Hail Percentage Deductible Options .....	6.2	19

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 1 -- ELIGIBILITY

The Businessowners Program provides property, loss of income, and liability coverages for insuring the eligible types of businesses described in this rule.

#### 1.1 Habitational

**Buildings** -- Apartment buildings, residential condominium buildings, and one- to four-family rental dwellings are eligible. Buildings must not be more than six stories in height and must not contain more than 60 units.

These buildings can include the following incidental occupancies:

- Offices; and
- Eligible retail, wholesale, service, or processing occupancies which occupy less than 25,000 square feet in total floor area.

Floor areas do not include basement areas not open to the public.

**Business Personal Property** -- Building owners' business personal property in eligible apartment buildings, residential condominium buildings, and one- to four-family rental dwellings is eligible.

#### 1.2 Office

**Buildings** -- Office buildings and office condominium buildings are eligible. Buildings must not exceed six stories in height and their total floor area must not exceed 100,000 square feet.

These buildings can include the following incidental occupancies:

- Apartments; and
- Eligible retail, wholesale, service, or processing occupancies which occupy less than 25,000 square feet in total floor area.

Floor areas do not include basement areas not open to the public.

**Business Personal Property** -- The business personal property of office occupants is eligible. The total floor area of the office occupancy must not exceed 25,000 square feet in a single building. The business personal property of the owners of office or office condominium buildings is also eligible.

Floor areas do not include basement areas not open to the public.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 1.3 Restaurants

Restaurant occupancies or properties with commercial cooking facilities on the premises that are open to the general public are eligible, subject to the following additional requirements:

- Total floor area of the restaurant must not exceed 7,500 square feet;
- Sales of alcoholic beverages cannot be greater than 25% of total sales;
- Seasonal operations that are closed for more than 30 consecutive days are not eligible; and
- The annual gross sales must not exceed \$3,000,000 at any insured location.

Floor areas do not include basement areas not open to the public.

No liquor liability coverage is available under this program.

### 1.4 Retail, Service, Or Processing

**Buildings** -- Buildings occupied principally by eligible retail, service, or processing operations are eligible. Eligible retail, service, and processing classifications are shown in the Classification Table of this manual. The total floor area of the building must not exceed 25,000 square feet.

If the insured's business is a service or processing operation, at least 75% of the annual gross sales must be derived from on-premises operations.

Storage buildings occupied by the insured are also eligible. They must be incidental to the eligible retail, service, or processing operation and must not exceed 25,000 square feet in total floor area.

Floor areas do not include basement areas not open to the public.

**Business Personal Property** -- The business personal property of eligible retail, service, or processing operations shown in the Classification Table of this manual is eligible. The area of the retail, service, or processing operation must not exceed 25,000 square feet in total floor area. The annual gross sales must not exceed \$3,000,000 at any insured location.

If the insured's business is a service or processing operation, at least 75% of the annual gross sales must be derived from on-premises operations.

The business personal property in storage buildings occupied by the insured is also eligible. The storage buildings must not exceed 25,000 square feet in total floor area and must be incidental to the retail, service, or processing operation.

Floor areas do not include basement areas not open to the public.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 1.5 Warehouses

Warehouses used by the insured solely for the private storage of the insured's goods are eligible. The contents of the warehouse are also eligible.

Self-storage warehouses which are used to store the property of others are also eligible. No square footage restriction or requirement applies.

Building coverage may be written for self-storage warehouses which rent storage space to individual or commercial customers. Self-storage warehouses typically consist of separate storage units which may be individually accessed by each customer.

When self-storage warehouses are written, Coverage C - Loss of Income is extended to include the loss of Rental Income that results when space for rent or lease is not available due to direct physical loss that is the result of a covered peril.

Customer's Property Legal Liability coverage provides coverage for liability for damage to the property of the insured's customers while the property is at the insured's self-storage warehouse. Coverage is subject to a \$25,000 each occurrence limit, unless a different limit is shown on the declarations.

Additional coverage for Liability Due to Lockout Sale, Removal, or Disposal of Property is also provided for acts or omissions related to denying customers access to their property or from the sale, removal, or disposal of a customer's property due to the insured's activities to reclaim the storage space when a customer's account is delinquent. Coverage is subject to a \$5,000 annual aggregate limit. The property deductible shown on the declarations applies to this coverage.

**Endorsement** -- Attach endorsement BP 0735.

The business personal property of customers who rent storage space in the warehouse is not eligible for coverage.

### 1.6 Wholesale

Eligible wholesale operations are shown in the Classification Table of this manual. Wholesale risks can have no more than 25% of annual gross sales from retail operations and no more than 25% of the total floor area open to the public. The total floor area must not exceed 25,000 square feet. Annual gross sales must not exceed \$3,000,000 at any insured location.

Storage buildings and business personal property in storage buildings occupied by the insured are also eligible. The storage buildings must be incidental to the eligible wholesale operation and must not exceed 25,000 square feet in total floor area.

Floor areas do not include basement areas not open to the public.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 1.7 Miscellaneous Eligible Classifications

**Multiple Occupancy** -- If a multiple occupancy building includes both eligible and ineligible operations, the business personal property of an otherwise eligible tenant is eligible.

**Convenience Stores** -- Convenience stores with food sales, and with or without gasoline sales, are eligible for coverage except as follows.

Convenience stores with any of the following operations are not eligible for coverage:

- Auto repair or service
- Car washes
- Gasoline sales of 75% or more of total annual gross sales
- Propane or kerosene tank filling

**Financial Institutions** -- Buildings leased to others for use as offices of banks, credit unions, or other financial institutions are eligible.

### 1.8 Ineligible Classifications

The following classifications are ineligible for coverage under this program:

- Automobile businesses - dealers, repair, service, or salvage
- Bars
- Churches
- Condominium buildings (except for office or residential condominiums)
- Contractors (unless off-premises operations are less than 25% of annual gross sales)
- Farms
- Financial institutions (except buildings leased to others for use as offices of banks, credit unions, or other financial institutions)
- Household personal property
- Manufacturing (except for eligible classifications)
- Parking lots or garages (unless incidental to an otherwise eligible classification)
- Places of amusement

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 2 -- PROGRAM DESCRIPTION

A Businessowners policy must provide coverage for all eligible buildings and business personal property owned by an insured, and for all of the insured's eligible business liability exposures.

The following is a general description of the coverages provided by the businessowners policies. The policies contain the complete terms and conditions.

#### 2.1 Coverage Forms

Two Businessowners Policies are available:

**BP 0100 -- Businessowners Standard Policy** -- Provides named perils coverage for property and loss of income coverage, and includes commercial liability coverage. The named perils are explosion, fire or lightning, riot or civil commotion, sinkhole collapse, smoke, sonic boom, sprinkler leakage, transportation, vandalism, vehicles and aircraft, volcanic action, and windstorm or hail.

**BP 0200 -- Businessowners Special Policy** -- Provides coverage against risks of direct physical loss, with certain exceptions, for property. Also provides coverage for loss of income and includes commercial liability coverage.

#### 2.2 Coverage Descriptions -- Principal Coverages

**Coverage A -- Buildings** -- Covers buildings and structures described on the declarations, including:

- completed additions;
- machinery and equipment that are a permanent part of the building;
- fixtures (indoor and outdoor);
- personal property that is used to maintain or service the premises;
- personal property of a landlord that is used to furnish apartments, rooms, or common areas;
- building glass; and
- if not covered elsewhere, additions, alterations, and repairs that are being made to the building, and materials, equipment, supplies, and temporary structures that are used in making additions, alterations, or repairs to the building.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Coverage B -- Business Personal Property** -- Covers business personal property in the described building or in the open or in vehicles, if within 100 feet of the described premises. This includes:

- business personal property owned by the insured;
- business personal property leased to the insured and for which the insured is contractually obligated to provide coverage;
- the insured's interest in business personal property of others that is in the insured's care, custody, or control;
- the insured's use interest as a tenant in improvements to the described building; and
- exterior building glass owned by, or in the care, custody, or control of, the insured if no limit is shown on the declarations for Coverage A.

**Coverage C -- Loss of Income** -- Provides up to one year of Earnings and Extra Expense coverage when the business is interrupted by loss caused by a peril insured against. Coverage for Earnings is subject to a 72-hour waiting period.

**Coverage L -- Bodily Injury and Property Damage Liability** -- Pays on behalf of the insured for damages due to bodily injury or property damage caused by an occurrence to which the insurance applies. Bodily injury and property damage that arise out of the products and completed work hazard are also included under Coverage L.

**Coverage M -- Medical Payments** -- Pays medical expenses for bodily injury caused by an accident on premises owned by or rented to an insured or resulting from the insured's operations.

**Coverage O -- Fire Legal Liability** -- Pays on behalf of the insured for damages due to property damage to buildings or parts of buildings which are rented to an insured, if the damage is caused by a fire or explosion and the insured is legally liable for the damage.

**Coverage P -- Personal and Advertising Injury Liability** -- Pays on behalf of the insured for damages resulting from acts of personal injury such as slander, libel, invasion of privacy, false arrest, and malicious prosecution. Also pays, on behalf of insureds not in the business of advertising, broadcasting, publishing, or televising, for damages resulting from acts of advertising injury such as slander, libel, disparagement of another's goods or services, misappropriation of another's advertising ideas, and infringement of another's copyright or slogan in the insured's advertisement.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 2.3 Basic Limits

The rating information shown in this manual reflects the following basic limits of insurance.

Coverage A	Full replacement value of insured buildings
Coverage B	Full replacement value of insured business personal property
Coverage C	20% of Coverage A limit plus 100% of Coverage B limit
Each Occurrence Limit	\$300,000
Medical Payments	\$5,000/each person
Fire Legal Liability	\$50,000/each occurrence

The Each Occurrence Limit, subject to the Aggregate Limit, is the most that will be paid for all injury and damages covered under Coverages L, M, and P for one occurrence.

Show the applicable limits on the declarations.

Rules that address loss of income coverage without a dollar limit and higher Each Occurrence Limits for Coverages L, O, and P are shown in this manual.

### 2.4 Aggregate Limits

The rating information shown in this manual contemplates a General Aggregate Limit equal to twice the Each Occurrence Limit and a Products/Completed Work Hazard Aggregate Limit equal to twice the Each Occurrence Limit.

Refer to the Liability Coverage Options rules for information regarding how to increase the General Aggregate Limit to three times the Each Occurrence Limit.

Show the Aggregate Limits on the declarations.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 3 -- POLICYWRITING INSTRUCTIONS

#### 3.1 Policy Format

A businessowners policy consists of the following components:

- Form BP 0100 or form BP 0200
- Declarations and any supplementary declarations or Schedules
- State amendatory endorsement(s)
- Other required endorsements, if applicable
- Optional endorsements, if applicable

#### 3.2 Endorsement Entries

Information that must be shown as an entry on an endorsement can be shown on the declarations or on a supplemental Schedule instead.

#### 3.3 Policy Term

Policies can be written for a term of one year and renewed annually, or they can be written on a continuous basis.

##### 3.3.1 Renewable Policies

Renewable policies remain in effect for one year. The premium for each successive year is calculated using the rating information in effect at the time of the annual renewal.

Any newly applicable forms or endorsements must be made a part of the policy at each annual renewal date.

**Endorsement --** Attach endorsements BP 0336 and BP 0604.

##### 3.3.2 Continuous Policies

Continuous policies remain in effect until canceled. The premium for each successive term after the first is calculated using the rating information in effect at the policy anniversary date.

Any newly applicable forms or endorsements must be made a part of the policy at each anniversary date.

**Endorsement --** Attach endorsement BP 0336.

#### 3.4 Cancellation

Coverage for Buildings or Business Personal Property or Liability coverage cannot be canceled unless the entire policy is canceled.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Policies canceled by either the insured or the company must be canceled in accordance with the terms of the cancellation provisions that apply. The return premium, if any, is calculated on a pro rata basis.

When calculating the return premium, round to the nearest whole dollar. Retain any minimum premium that may apply, unless canceling a policy as of the inception date.

### 3.5 Scheduled Buildings, Business Personal Property, And Loss Of Income

A Businessowners policy cannot be issued on a blanket basis. Show the limit for each covered building, the limit for personal property at each location, and the limit for Loss of Income coverage at each location on the declarations. If the Loss of Income Without a Limit option applies, show 'actual loss sustained' in the limit of insurance field on the declarations.

### 3.6 Policy Changes

Changes can be made to policies after inception, including adding or deleting optional coverages.

#### 3.6.1 Additional Premium Changes

##### -- Changing an Existing Location

If changes are made to a location that is included at the inception of the policy, use the rules and rating information in effect on the effective date of the policy when calculating the additional premium.

##### -- Adding a New Location

If a location is added to the policy after the inception date, use the rules and rating information in effect on the date of the change when calculating the additional premium.

##### -- Changing a New Location

If changes are made to a location that was added to the policy after the inception date, use the rules and rating information in effect on the date the location was first added to the policy when calculating the additional premium.

Any additional premium that results from changes made after the policy is issued applies in addition to any applicable policy writing minimum premium that may have applied at policy inception.

Calculate additional premiums on a pro rata basis.

**Endorsement** -- Attach endorsement BP 0346.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 3.6.2 Return Premium Changes

Calculate all return premiums using the rating information that was in effect when coverage was issued.

Calculate return premiums on a pro rata basis when a limit is reduced or an exposure is eliminated. Retain the policy writing minimum premium, if applicable.

### 3.7 Policy Restrictions Or Increased Premiums

Policies can be issued with coverage restrictions or at increased premiums if the policy would not otherwise be issued. The insured must agree to any restrictions or premium increases in writing.

### 3.8 Mortgagees And Loss Payees

A party with a financial interest in covered property can be named in the policy as a mortgagee, a loss payee, a lender's loss payee, or a contract of sale loss payee.

#### 3.8.1 Mortgagee

Coverage for a party with a mortgagee interest in covered buildings or structures can be provided by naming the mortgagee on the declarations. Coverage for the mortgagee remains in effect when coverage is otherwise voided by acts of the insured. Advance notice of cancellation or nonrenewal must be given to the mortgagee.

Identify the mortgagee and the location of the property in which the mortgagee has an interest on the declarations.

#### 3.8.2 Loss Payable -- Option 1

This option can be used if another party has an interest in the insured's real property and that interest can be established by a written contract or other documentary evidence. This option requires the insurer to pay claims jointly to the insured and the loss payee, as their interests may appear. This option does not offer the loss payee any protection if the actions of the insured affect the coverage, nor does it require that advance notice of cancellation or nonrenewal be given to the loss payee.

**Endorsement --** Attach endorsement BP 0711 and indicate on the endorsement Schedule or on the declarations that Option 1 applies.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 3.8.3 Lender's Loss Payable -- Option 2

This option is similar to the standard mortgage provision, except that it is not limited in its application to buildings or structures.

This option can be used if another party has an interest in the insured's real or personal property and that interest can be established by a written contract or other documentary evidence. This option gives the loss payee limited protection against actions of the insured that could void coverage. Advance notice of cancellation or nonrenewal must be given to the loss payee.

**Endorsement --** Attach endorsement BP 0711 and indicate on the endorsement Schedule or on the declarations that Option 2 applies.

### 3.8.4 Contract Of Sale -- Option 3

This option is used when the insured is engaged in the process of buying or selling property, and both the buyer and the seller have insurable interests in the property. This option requires the insurer to pay losses jointly to the insured and the loss payee, as their interests appear. This option does not give the loss payee any protection against actions of the insured that could void coverage, nor does it require that advance notice of cancellation or nonrenewal be given to the loss payee.

**Endorsement --** Attach endorsement BP 0711 and indicate on the endorsement Schedule or on the declarations that Option 3 applies.

## 3.9 Valuation

Unless otherwise indicated on the declarations or in a form or endorsement attached to this policy, property losses are settled on a replacement cost basis. Refer to the Property Coverage Options rules for information regarding loss settlement on an actual cash value basis.

## 3.10 Condominium Associations

When the policy is issued to cover the interests of a condominium association, the policy terms must be amended accordingly.

**Endorsement --** Attach endorsement BP 0338.

### 3.10.1 Unit Owner's Improvements Excluded

Policies can be issued to a condominium association to cover the buildings and to exclude coverage for all fixtures, improvements, and alterations solely owned by individual condominium unit-owners.

**Endorsement --** Attach endorsements BP 0317 and BP 0338.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 3.10.2 Improvements Made After Building Completion Excluded

Policies can be issued to a condominium association to cover the buildings and to exclude coverage for fixtures, improvements, and alterations that have been added to units by unit-owners and are not of the same kind and quality as those initially installed.

**Endorsement** -- Attach endorsements BP 0318 and BP 0338.

### 3.11 Condominium Unit-Owners

When the policy is issued to cover individual condominium unit-owners, the policy terms must be amended to cover the fixtures, improvements, and alterations that are owned by the unit-owner but are a part of the building.

**Endorsement** -- Attach endorsement BP 0350.

### 3.12 Interstate Accounts

Policies that cover property located in more than one state can be written subject to the rules, forms, and endorsements of the state having the largest property values, or the state where the insured's headquarters are located.

### 3.13 Refer To Company

Rate on a refer to company basis if any of the following conditions exist:

- "Refer to company" is shown in the manual for a specific rule;
- An exposure has no applicable manual rate;
- An exposure has no applicable classification; or
- A company wants to make a rating plan modification.

The company must comply with the applicable state rate filing requirements.

### 3.14 Waiver Of Subrogation

A company may waive its right to subrogation against a specific person or organization prior to a loss.

**Endorsement** -- Attach endorsement BP 0731 and designate the person or organization against whom subrogation is waived in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 4 -- DEFINITIONS

#### 4.1 Fire Protection Classifications

**Protected** -- Building is located within 1,000 feet of a fire hydrant, and within five road miles of a responding fire department.

**Partially Protected** -- Building is located more than 1,000 feet from a fire hydrant, but within five road miles of a responding fire department.

**Unprotected** -- All other.

#### 4.2 Building Construction Classifications

**Frame** -- Buildings where the exterior walls are wood or other combustible materials, including construction where combustible materials are combined with other materials (such as brick veneer, stone veneer, wood iron-clad, or stucco on wood).

**Joisted Masonry** -- Buildings where the exterior walls are constructed of masonry materials such as adobe, brick, concrete, gypsum block, hollow concrete block, stone, tile, or similar materials, and where the floors and roof are combustible (disregarding floors resting directly on the ground).

**Non-combustible** -- Buildings where the exterior walls, floors, and roof are constructed of, and supported by, metal, asbestos, gypsum, or other non-combustible materials.

**Masonry Non-combustible** -- Buildings where the exterior walls are constructed of masonry materials as described in joisted masonry above, with the floors and roof of metal or other non-combustible materials.

**Modified Fire Resistive** -- Buildings where the exterior walls, floors, and roof are constructed of masonry or fire resistive material having a fire resistance rating of one hour or more, but less than two hours. Rate as fire resistive.

**Fire Resistive** -- Buildings where the exterior walls, floors, and roof are constructed of masonry or fire resistive materials having a fire resistance rating of not less than two hours.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Mixed Construction** -- When a building is of mixed construction, determine the applicable construction type as follows:

- If more than 1/3 of the total exterior wall area is of combustible materials, the applicable construction type is frame.
- If 2/3 or more of the total exterior wall area and 2/3 or more of the floor and roof area is of non-combustible materials, the applicable construction type is non-combustible.
- If 2/3 or more of the total wall area is of masonry or fire resistive materials, the construction type is:
  - Fire resistive or modified fire resistive, when 2/3 or more of the total floor and roof area is of masonry or fire resistive materials.
  - Masonry non-combustible, when 2/3 or more of the total floor and roof area is of non-combustible materials.
  - Joisted masonry, when more than 1/3 of the total floor and roof area is of combustible materials.

### 4.3 Sprinklered Property

A building is classified as sprinklered if the entire building is protected by an automatic sprinkler system. Automatic sprinkler system means any automatic fire protective or extinguishing system.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 5 -- PREMIUM MODIFICATIONS

#### 5.1 Protective Devices Or Services

The premium can be modified to reflect protective devices or services. Premium credits are allowed for the installation of the following approved and properly maintained protective devices or services:

- Burglar Alarm System
- Watchman
- Sprinkler System

The company must be notified if the protective devices or services are discontinued or are out of service.

**Premium Determination --** When a burglar alarm system is maintained or a watchman is employed, multiply the Standard and Special Policy Business Personal Property rating information by the applicable factor shown in Table A for this rule:

			Factors	
Burglary Protection			Restaurants	Other Classes
Watchman				
-- Signals to central or police station			.75	.83
-- Other			.95	.97
Burglar Alarm Systems				
-- Signals to central station			.80	.86
-- Other			.95	.97

Table A for Rule 5.1

Burglar alarm credits do not apply when coverage is provided by form BP 0100, unless the optional coverage for Burglary and Robbery is also provided.

When coverage is provided by form BP 0200 and a single location has both watchman and burglar alarm protection, use only the Protective Device or Service factor that produces the largest credit.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination** -- When a sprinkler system is maintained, multiply the Standard Building and Standard Business Personal Property rating information by the applicable factor shown in Table B for this rule:

Sprinklered Properties		Factors
Buildings		
-- Rate Groups 1-6 (Owner Occupied)		.65
-- Rate Groups 1-6 (Lessor's Risk)		.76
-- Rate Groups 7-18 (Owner Occupied)		.55
-- Rate Groups 7-18 (Lessor's Risk)		.69
-- Rate Groups 19-20		.76
-- Rate Group 21		.55
-- Rate Groups 22-27 (Owner Occupied)		.55
-- Rate Groups 22-27 (Lessor's Risk)		.69
-- Rate Group 28 (Owner Occupied)		.55
-- Rate Group 28-29 (Lessor's Risk)		.69
Business Personal Property		
-- Rate Groups 1-6		.76
-- Rate Groups 7-18		.69
-- Rate Group 21		.55
-- Rate Groups 22-27		.69
-- Rate Group 28-29		.69

Table B for Rule 5.1

**Endorsement** -- Attach endorsement BP 0331 and identify the Protective Device or Service that applies in the endorsement Schedule or on the declarations.

## 5.2 Restaurant Modifications

### 5.2.1 Limited Cooking

The rating information for a restaurant with limited cooking is subject to a credit. A limited cooking restaurant is one that prepares and serves cold food, or food that is cooked with equipment that does not emit grease-laden vapors or smoke that requires an exhaust system. Equipment that emits grease-laden vapors or smoke or that requires an exhaust system includes solid fuel cooking, grilling, open broiling, deep fat frying, and roasting.

**Premium Determination** -- Multiply the Standard Building and Standard Business Personal Property rating information by the factor shown in the table for this rule:

Factor
.85

Table for Rule 5.2.1

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 5.2.2 Automatic Fire Extinguishing System -- Cooking Areas

The rating information for a restaurant that is serviced by a properly installed and maintained automatic fire extinguishing system for all grills, ranges, deep fat fryers, and broilers is subject to a credit, if the system meets or exceeds the requirements of NFPA Standard #96.

**Premium Determination --** Multiply the Standard Building and Business Personal Property rating information by the factor shown in the table for this rule:

Factor
.85

Table for Rule 5.2.2

### 5.2.3 Absence Of Exhaust System

The rating information for a restaurant that cooks with equipment that emits grease-laden vapors or smoke and that is not equipped with a properly installed and maintained exhaust system is subject to a debit.

**Premium Determination --** Multiply the Standard Building and Business Personal Property rating information by the factor shown in the table for this rule:

Factor
1.15

Table for Rule 5.2.3

### 5.2.4 Unsafe Arrangements

In order to recognize any deficiencies in protection equipment, its maintenance, or any other unsafe conditions not otherwise recognized.

**Premium Determination --** Multiply the Standard Building and Business Personal Property rating information by the factor shown in the table for this rule:

Factor
1.20

Table for Rule 5.2.4

## 5.3 Other Premium Modifications

Other premium modifications may be applied. Refer to company for any applicable premium modifications not shown in this manual.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 6 – DEDUCTIBLES

#### 6.1 Flat Deductible Options -- All Perils

With the exception of losses payable under the coverage for: Fire Department Service Charges, Lock and Key Replacement, Inventory and Appraisal Expenses, and Recharge of Fire Extinguishing Equipment, a deductible will be applied to all property losses covered by forms BP 0100 and BP 0200. However, no deductible applies to Coverage C - Loss of Income or to the Commercial Liability Coverages provided by forms BP 0100 and BP 0200.

Unless otherwise indicated, the rating information shown in this manual reflects a \$500 deductible amount. The following deductible options are available for all coverages except coverages listed below and Equipment Breakdown coverage:

\$ 250  
1,000  
3,000  
5,000  
10,000

Only the standard \$500 deductible applies to the coverage options listed below and to coverage for glass breakage:

- Employee Dishonesty Coverage
- Outdoor Sign Coverage
- Burglary and Robbery (BP 0100 - Option 2 only)
- Money and Securities Coverage

**Premium Determination --** Use the applicable factors shown in the table for this rule to modify the basic policy premium, as described in the Premium Determination rule, to reflect the deductible amount selected. Show the applicable deductible amount on the declarations.

Deductibles	Factors	
	Restaurants	Other Classes
\$ 250	1.05	1.03
500	1.00	1.00
1,000	0.96	0.97
3,000	0.88	0.92
5,000	0.84	0.89
10,000	0.82	0.88

Table for Rule 6.1

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Higher or lower policy deductible amounts also apply to any property coverage options, unless the endorsement used to provide the coverage option or the declarations states otherwise.

Show the \$500 Deductible for Glass and the coverage options listed above on the declarations.

### 6.2 Windstorm Or Hail Percentage Deductible Options

When coverage for property includes loss caused by the peril of Windstorm or Hail, a Windstorm or Hail percentage deductible is available, subject to a \$1,000 minimum deductible amount.

The following deductibles are available for loss caused by windstorm or hail, subject to the minimum coverage limit requirement shown for each deductible option:

1% subject to \$1,000 minimum deductible; \$100,000 minimum limit requirement

2% subject to \$1,000 minimum deductible; \$50,000 minimum limit requirement

5% subject to \$1,000 minimum deductible; \$20,000 minimum limit requirement

Deductibles can vary for each location.

**Premium Determination --** In lieu of the deductible factors shown for Rule 6.1, use the Windstorm or Hail Percentage Deductible Factors shown in the tables for this rule to modify the basic policy premium, as described in the Premium Determination rule, to reflect the deductible amounts selected. Show the applicable deductible amount on the declarations.

Deductibles for Perils Other Than Windstorm or Hail	Wind/Hail Deductible	Wind/Hail Deductible	Wind/Hail Deductible
	1%	2%	5%
\$ 250	0.99	0.97	0.96
500	0.97	0.95	0.93
1,000	0.94	0.92	0.90
3,000	0.89	0.87	0.86
5,000	0.86	0.84	0.83
10,000	0.85	0.83	0.82

Table A for Rule 6.2: Classes Other Than Restaurants

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Deductibles for Perils Other Than Windstorm or Hail	Wind/Hail Deductible	Wind/Hail Deductible	Wind/Hail Deductible
	1%	2%	5%
\$ 250	1.01	0.99	0.98
500	0.97	0.95	0.93
1,000	0.93	0.91	0.89
3,000	0.85	0.83	0.82
5,000	0.81	0.79	0.78
10,000	0.79	0.77	0.76

Table B for Rule 6.2: Restaurants

**Endorsement --** Attach endorsement BP 0355 and make an entry on the schedule to show the windstorm or hail deductible percentage and show the all other perils deductible amount on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 7 -- PREMIUM DEVELOPMENT

#### 7.1 Factors Or Multipliers

Factors or multipliers should be applied consecutively in a multiplicative sequence. They should not be added together, unless otherwise specified.

#### 7.2 Rounding Procedure

##### 7.2.1 Rating Information

Rating information should be rounded to three decimal places after the final calculation. Five-tenths or more of a mil will be considered one mil.

For example:                   .2225 = .223  
                                     .2224 = .222

##### 7.2.2 Premiums

Premiums for coverages that require a separate calculation should be rounded to the nearest whole dollar.

#### 7.3 Annual Rating Information

The rating information shown in this manual applies to annual policy terms. Prorate any additional premium charges that are developed as a result of mid-term policy changes.

#### 7.4 Interpolation

Rating information for which a limit is not shown should be developed by interpolation.

#### 7.5 Minimum Premiums

Refer to company for any applicable minimum premiums.

#### 7.6 Multiple Occupancies

If a building containing multiple occupancies includes both eligible and ineligible operations, the business personal property of an otherwise eligible occupant is eligible for coverage under this program.

##### Building

-- Determine the percentage of total floor area that applies to each occupancy in the building. (Floor areas do not include basement areas not open to the public.)

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

- Classify a building occupied solely by apartment and office occupancies as an apartment if the office occupancies are 15% or less of the total floor area. If the total floor area of the office occupancies is more than 15%, classify the building as an office.
- Classify a building occupied by apartment and office occupancies, as well as eligible retail, wholesale, service, and/or processing occupancies, as the retail, wholesale, service, or processing occupancy with the largest floor area. If none of the retail, wholesale, service, or processing occupancies are predominant, use the rating information of the highest rated occupancy.
- Classify a building occupied by eligible non-restaurant occupancies, as well as eligible restaurant occupancies, as a restaurant. Refer to Rule 7.7.5 to rate multiple occupancy risks that include restaurants.
- Classify a building occupied solely by eligible retail, wholesale, service, or processing occupancies as the retail, wholesale, service, or processing occupancy with the largest floor area. If none of the retail, wholesale, service, or processing occupancies are predominant, use the rating information of the highest rated occupancy.
- Classify a building as owner-occupied when the building owner occupies more than 75% of the total floor area. Classify a building as Lessor's Risk when the building owner occupies 75% or less of the total floor area.

### Business Personal Property

- Rate the business personal property for each occupancy using the rating information for that occupancy. For example, if an office building includes a barber shop, rate the business personal property of the office using the office rating information, and rate the business personal property of the barber shop using the barber shop rating information.

## 7.7 Premium Determination

The rating information shown in this manual must be converted from loss costs to company rates before premiums are calculated.

Unless otherwise noted, the premiums for Building and Business Personal Property coverages are calculated using separate Building and Business Personal Property limits.

Procedures for using the pre-calculated tables of rating information to determine the Building and Business Personal Property premiums are provided by Rules 7.7.1 and 7.7.2. Procedures for using Factor rating information in lieu of the pre-calculated rating information are provided in Rules 7.7.3 and 7.7.4.

Classifications that deviate in some way from these standard rating procedures are identified in Rule 7.7.5, Rating Variations By Classification.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 7.7.1 Basic Policy Premium -- Building (Pre-calculated)

Step 1 -- Select the property rate group from the column in the Classification Table of this manual designated as 'Prop'.

Step 2 -- For each covered building, use the territorial assignment, protection classification, and construction classification to determine, from the State Rating Information section of this manual, the applicable Building rating information per \$1,000 of insurance.

Step 3 -- When the rating information must be adjusted to reflect the exclusion of a peril, a special deductible option, or another option that calls for the application of a debit or credit, subtract the credit from or add the debit to the Standard Policy Building rating information determined in Step 2.

Step 4 --

- a. If the building is protected by an automatic sprinkler system, multiply the rating information determined in Step 3 by the applicable protective device factor for sprinklered properties. Proceed to Step 5 for buildings not rated under Rate Group 21.
- b. For buildings rated under Rate Group 21, multiply the result of Step 4.a. by any applicable restaurant modifications.

Step 5 -- If the building is covered on an actual cash value basis and the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, multiply the result of Step 4 by the actual cash value factor.

Step 6 -- If the policy is issued with a liability Each Occurrence limit of \$500,000, \$1,000,000, or \$2,000,000, add the higher liability increment to the result of Step 5, if applicable.

Step 7 -- If Form BP 0200 applies, add the rating information for Special Policy coverage to the result of Step 6.

Step 8 -- Multiply the result of Step 7 by any factors that are used to adjust the rating information for other premium modifications or coverage options that apply.

Step 9 -- Multiply the result of Step 8 by the Building limit of insurance, in thousands.

Step 10 -- Multiply the result of Step 9 by the deductible factor to determine the basic policy premium for each covered building.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 7.7.2 Basic Policy Premium -- Business Personal Property (Pre-calculated)

Step 1 -- Select the property rate group from the column in the Classification Table of this manual designated as 'Prop'.

Step 2 -- For the business personal property at each covered location, use the territorial assignment, protection classification, and building construction classification to determine, from the State Rating Information section of this manual, the applicable Business Personal Property rating information per \$1,000 of insurance.

Step 3 -- When the rating information must be adjusted to reflect the exclusion of a peril, a special deductible option, or another option that calls for the application of a debit or credit, subtract the credit from or add the debit to the Standard Policy Business Personal Property rating information determined in Step 2.

Step 4 --

- a. If the business personal property is protected by an automatic sprinkler system, multiply the rating information determined in Step 3 by the applicable protective device factor for sprinklered properties. Proceed to Step 5 for business personal property not rated under Rate Group 21.
- b. For business personal property rated under Rate Group 21, multiply the result of Step 4.a. by any applicable restaurant modifications.

Step 5 -- If the business personal property is covered on an actual cash value basis, multiply the result of Step 4 by the actual cash value factor.

Step 6 -- When the policy is issued with a liability Each Occurrence limit of \$500,000, \$1,000,000, or \$2,000,000, add the applicable higher liability increment, found in the State Rating Information section of this manual, to the result of Step 5.

Step 7 -- Multiply the result of Step 6 by any factors that are used to adjust the rating information for other premium modifications or coverage options that apply.

Step 8 -- Multiply the result of Step 7 by the Business Personal Property limit of insurance, in thousands.

Step 9 -- When form BP 0200 applies, select the Special rate group from the column in the Classification Table designated as 'SP'. Rate group 0 applies when coverage for theft is excluded under form BP 0200.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Step 10 -- Use the rating information for the rate group selected in Step 8 to determine the Special Policy Personal Property Charge that corresponds to the Coverage B limit. Multiply the charge determined by any premium modification and coverage option factors that apply to the Special Policy personal property charges. Add the adjusted Special Personal Property Charge to the result of Step 8.

Step 11 -- Multiply the result of Step 10 by the deductible factor to determine the basic policy premium for the business personal property at each covered location.

### 7.7.3 Basic Policy Premium -- Building (Factor Rating)

Step 1 -- Select the property rate group from the column in the Classification Table of the manual designated as 'Prop'.

Step 2 -- To determine the property component of the Standard Policy Building rating information for each covered building:

- a. Multiply the Property Base Amount for Buildings by the applicable Protection Relativity.
- b. Multiply the result of Step 2.a. by the applicable Construction Relativity.
- c. Multiply the result of Step 2.b. by the applicable Territory Relativity.
- d. Multiply the result of Step 2.c. by the applicable Rate Group Relativity for Buildings and round to two decimal places. The result is the property component of the Standard Policy Building rating information.

Step 3 -- To determine the Standard Policy Building rating information for each covered building, including any applicable liability component:

- a. For all buildings rated under Rate Group 19, 20, or 29 and for all buildings classified as Lessor's Risk under any other Rate Group (except Rate Group 21 - Restaurants):
  - 1) Multiply the Liability Base Amount for Buildings for the applicable Territory by the applicable Rate Group Relativity for Buildings shown in the Factor Rating Information Pages and round to two decimal places. (Use the property rate group assignment selected in Step 1.) The result is the liability component of the Standard Policy Building rating information.
  - 2) Add the liability component of the Standard Policy Building rating information [Step 3.a.1)] to the property component of the Standard Policy Building rating information [Step 2.d.]. The result is the Standard Policy Building rating information.
- b. For all other buildings, the result of Step 2.d. is the Standard Policy Building rating information.

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

Step 4 -- When the rating information must be adjusted to reflect the exclusion of a peril, a special deductible option, or another option that calls for the application of a debit or credit, subtract the credit from or add the debit to the Standard Policy Building rating information determined in Step 3.

Step 5 --

- a. If the building is protected by an automatic sprinkler system, multiply the rating information determined in Step 4 by the applicable protective device factor for sprinklered properties. Proceed to Step 6 for buildings not rated under Rate Group 21.
- b. For buildings rated under Rate Group 21, multiply the result of Step 5.a. by any applicable restaurant modifications.

Step 6 -- If the building is covered on an actual cash value basis and the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, multiply the result of Step 5 by the actual cash value factor.

Step 7 -- If the Each Occurrence limit is increased from \$300,000 to \$500,000, \$1,000,000, or \$2,000,000 and the building is rated under Rate Group 19, 20, or 29 or the building is classified as Lessor's Risk under any other Rate Group (except Rate Group 21 - Restaurants):

- a. Multiply the liability component of the Standard Policy Building rating information [Step 3.a.1)] by the applicable Increased Limit Factor and round to two decimal places.
- b. Add the result of Step 7.a. to the result of Step 6.

Step 8 -- If Form BP 0200 applies, add the Special Policy Building rating information to the result of Step 7.

Step 9 -- Multiply the result of Step 8 by any factors that are used to adjust the rating information for other premium modifications or coverage options that apply.

Step 10 -- Multiply the result of Step 9 by the Building limit of insurance, in thousands.

Step 11 -- Multiply the result of Step 10 by the deductible factor to determine the basic policy premium for each covered building.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 7.7.4 Basic Policy Premium -- Business Personal Property (Factor Rating)

The following procedures do not apply to business personal property rated under Rate Groups 19, 20, or 29.

Step 1 -- Select the property rate group from the column in the Classification Table of the manual designated as 'Prop'.

Step 2 -- To determine the property component of the Standard Policy Business Personal Property rating information for the business personal property at each covered location:

- a. Multiply the Property Base Amount for Business Personal Property by the applicable Protection Relativity.
- b. Multiply the result of Step 2.a. by the applicable Construction Relativity.
- c. Multiply the result of Step 2.b. by the applicable Territory Relativity.
- d. Multiply the result of Step 2.c. by the applicable Rate Group Relativity for Business Personal Property and round to two decimal places. The result is the property component of the Standard Policy Business Personal Property rating information.

Step 3 -- To determine the Standard Policy Business Personal Property rating information for the business personal property at each covered location, including any applicable liability component:

- a. For business personal property not rated under Rate Group 21:
  - 1) Multiply the Liability Base Amount for Business Personal Property for the applicable Territory by the applicable Rate Group Relativity for Business Personal Property shown on the Liability Factor Rating Information Page and round to two decimal places. (Use the property rate group assignment selected in Step 1). The result is the liability component of the Standard Policy Business Personal Property rating information.
  - 2) Add the liability component of the Standard Policy Business Personal Property rating information [Step 3.a.1)] to the property component of the Standard Policy Business Personal Property rating information [Step 2.d.]. The result is the Standard Policy Business Personal Property rating information.
- b. For business personal property rated under Rate Group 21, the result of Step 2.d. is the Standard Policy Business Personal Property rating information.

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

Step 4 -- When the rating information must be adjusted to reflect the exclusion of a peril, a special deductible option, or another option that calls for the application of a debit or credit, subtract the credit from or add the debit to the Standard Policy Business Personal Property rating information determined in Step 3.

Step 5 --

- a. If the business personal property is protected by an automatic sprinkler system, multiply the rating information determined in Step 4 by the applicable protective device factor for sprinklered properties. Proceed to Step 6 for business personal property not rated under Rate Group 21.
- b. For business personal property rated under Rate Group 21, multiply the result of Step 5.a. by any applicable restaurant modifications.

Step 6 -- If the business personal property is covered on an actual cash value basis, multiply the result of Step 5 by the actual cash value factor.

Step 7 -- If the Each Occurrence limit is increased from \$300,000 to \$500,000, \$1,000,000, or \$2,000,000 and business personal property is not rated under Rate Group 21:

- a. Multiply the liability component of the Standard Policy Business Personal Property rating information (Step 3.a.1) by the applicable Increased Limit Factor and round to two decimal places.
- b. Add the result of Step 7.a. to the result of Step 6.

Step 8 -- Multiply the result of Step 7.b. by any factors that are used to adjust the rating information for other premium modifications or coverage options that apply.

Step 9 -- Multiply the result of Step 8 by the Business Personal Property limit of insurance, in thousands.

Step 10 -- When form BP 0200 applies, select the Special rate group from the column in the Classification Table designated as 'SP'. Rate group 0 applies when coverage for theft is excluded under form BP 0200.

Step 11 -- Use the rating information for the rate group selected in Step 10 to determine the Special Policy Personal Property Charge that corresponds to the Coverage B limit. Multiply the charge determined by any premium modification and coverage option factors that apply to the Special Policy Personal Property Charges. Add the adjusted Special Personal Property Charge to the result of Step 9.

Step 12 -- Multiply the result of Step 11 by the deductible factor to determine the basic policy premium for the business personal property at each covered location.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 7.7.5 Rating Variations By Classification

#### -- **Apartment, Habitational Condominium Associations, Dwellings, And Warehouse (Rate Group 29) Exposures**

For these classifications, the Building rating information shown in the State Rating Information section of this manual is used to rate both the Building and the Business Personal Property coverages.

#### -- **Retail, Service, Office, Wholesale, And Warehouse (Rate Group 28) Exposures**

Rating information shown in the State Rating Information section of this manual for owner-occupied buildings is labeled "OCC" and rating information shown for leased buildings is labeled "LESS". The business personal property rating information is shown separately.

#### -- **Restaurants**

Separate property and liability rating information is provided for eligible restaurants.

Property rating information for restaurants is calculated using the same Premium Determination steps as for any other Classification.

Pre-calculated liability rating information is shown, by limit and by territory, in the State Rating Information section of this manual. Use the Insured-Operated Rating Information, based on gross sales, to rate restaurants operated by the insured. Use the Lessor's Risk restaurant rating information, based on square footage, to rate restaurants not operated by the insured. If the insured is the lessor of a multiple occupancy building that includes a restaurant, also use the Lessor's Risk rating information to rate the liability exposure for the entire building.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### **7.7.6 Additional Premium -- Off-Premises Operations**

An eligible service, processing, or retail risk that earns more than an incidental portion of its annual gross sales from off-premises installation, service, or repair operations may be subject to an additional liability charge. This charge may be applied in consideration of the ongoing operations and completed operations that are conducted away from the insured's premises.

Refer to column 'L' in the Classification Table of this manual for the classifications subject to this additional charge. The applicability of the charge is determined by the Company.

When applicable, the additional charge is based on each \$1,000 of payroll. Payroll means the compensation for off-premises installation, service, or repair operations performed by an insured.

Multiply the Off-Premises Liability rating information shown in the Countrywide Rating Information section of this manual by the amount of payroll, in thousands, that is attributed to operations conducted away from the premises. Use the Off-Premises Liability rating information that corresponds to the Each Occurrence liability limit that applies to exposures on the insured's premises.

### **7.7.7 Additional Premium -- Swimming Pools**

Add the additional charge shown in the Countrywide Rating Information section of this manual for each Swimming Pool located on the premises of a covered apartment building, residential condominium building, or one-to-four-family rental dwelling.

### **7.7.8 Additional Premium -- Property And Liability Coverage Options**

Some of the rules in this manual that describe the property and liability coverage options require that an adjustment be made to the basic rating information. Such adjustments are made when determining the basic Building and/or Business Personal Property premiums.

Other rules require that an additional premium be developed for the applicable coverage.

Use the instructions shown in this manual to determine any applicable additional premiums for the coverage options selected.

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

### **7.7.9 Total Policy Premium**

Multiply the sum of the following by the Individual Risk Premium Modification factor to determine the total policy premium:

- basic policy premium for each covered building;
- basic policy premium for business personal property at each covered location;
- basic policy premium for liability coverage for restaurants;
- additional premium for off-premises operations;
- additional premium for swimming pools; and
- additional premium for any applicable property and liability coverage options.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 8 -- PROPERTY COVERAGE OPTIONS

#### 8.1 Crime Coverages (BP 0100 Only)

Any one of the following options can be provided when form BP 0100 applies.

##### 8.1.1 Burglary And Robbery Coverage -- Option 1

Coverage can be provided for loss to business personal property (other than money and securities) resulting from burglary and from robbery.

**Premium Determination** --To determine the additional premium, select the special rate group that corresponds to the occupancy of the risk from the column in the Classification Table designated as 'SP'. For the selected Special rate group, multiply the Special Policy Personal Property Charge for the Coverage B limit by the factor shown in the table for this rule:

Factor
0.50

Table for Rule 8.1.1

If burglary protection devices or services are maintained, multiply the additional premium by the applicable Protective Devices or Services factor shown in Rule 5.1.

Multiply the result by the Deductible factor shown in Rule 6.1.

**Endorsement** -- Attach endorsement BP 0302.

##### 8.1.2 Burglary And Robbery Coverage -- Option 2

Limited coverage can be provided for loss to business personal property (other than money and securities) resulting from burglary and safe burglary, and for loss to business personal property (including money and securities) resulting from robbery and messenger robbery. The minimum limit of insurance that applies to this coverage is \$1,000 and the maximum limit is \$5,000.

Select the applicable rate group from the Special column (SP) of the Classification Table.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination --** To determine the additional premium, multiply the Burglary and Robbery base amount shown in the State Rating Information section of this manual by the applicable factor shown in the table for this rule:

Limits	Factors					
	(All Classes)					
	Special Policy Rate Groups					
	1	2	3	4	5-6	7-10
\$1,000	1.21	1.24	1.31	1.46	1.60	1.83
1,500	1.34	1.38	1.46	1.62	1.78	2.03
2,000	1.49	1.53	1.62	1.80	1.98	2.25
2,500	1.65	1.70	1.80	2.00	2.20	2.50
5,000	2.07	2.13	2.23	2.52	2.75	3.15

Table for Rule 8.1.2

If burglary protection devices or services are maintained, multiply the additional premium by the applicable Protective Devices or Services factor shown in Rule 5.1.

This coverage is not subject to deductible amounts greater than \$500. Do not apply the Deductible Factor.

The terms of this optional coverage are included in form BP 0100. Indicate the Burglary and Robbery limit of insurance on the declarations.

### 8.1.3 Theft Coverage

Coverage can be provided for loss to business personal property (other than money and securities) resulting from theft.

**Premium Determination --** To determine the additional premium, select the special rate group that corresponds to the occupancy of the risk from the column in the Classification Table designated as 'SP'. For the selected Special rate group, multiply the Special Policy Personal Property Charge for the Coverage B limit by the factor shown in the table for this rule:

Factor
0.70

Table for Rule 8.1.3

If burglary protection devices or services are maintained, multiply the additional premium by the applicable Protective Devices or Services factor shown in Rule 5.1.

Multiply the result by the applicable Deductible Factor shown in Rule 6.1.

**Endorsement --** Attach endorsement BP 0306.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.2 Computer Coverage (BP 0100 Only)

Coverage for risks of direct physical loss that are not excluded can be provided for computers used in the operation of the insured business. This option includes coverage for loss caused by mechanical breakdown, earthquake, flood, and water damage.

**Premium Determination --** To determine the additional premium, multiply the Computer rating information shown in the Countrywide Rating Information section of this manual by the hardware and/or software limits, in thousands.

**Endorsement --** Attach endorsement BP 0322. Identify the location where the computer equipment is kept and the applicable hardware and/or software limits that apply.

### 8.3 Theft Exclusion (BP 0200 Only)

Coverage for loss resulting from theft can be excluded under form BP 0200.

**Premium Determination --** When determining the Business Personal Property premium, use the Special Policy Personal Property Charge for Rate Group 0 rather than for the Rate Group assignment shown in the 'Prop' column of the Classification Table.

**Endorsement --** Attach endorsement BP 0348.

### 8.4 Accounts Receivable

Limited coverage for accounts receivable is provided in forms BP 0100 and BP 0200. Coverage applies to sums that cannot be collected from customers because the records were damaged or destroyed, the cost to reconstruct damaged or destroyed records, increased collection costs, and interest on loans used to offset losses prior to receipt of insurance proceeds.

Coverage provided under forms BP 0100 and BP 0200 is limited to \$10,000 (unless a higher limit is shown on the declarations) for loss that takes place at the described premises, and to \$5,000 for loss that takes place away from the described premises.

The limit for On-Premises coverage can be increased.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination --** To determine the additional premium for a higher On-Premises limit, multiply the Standard Policy Business Personal Property rating information by the applicable factor shown in the table for this rule. Multiply the result by the Accounts Receivable limit of insurance, in thousands, in excess of \$10,000.

	Factor
Restaurants	0.30
Other Classes	0.21

Table for Rule 8.4

Make an entry on the declarations for any higher On-Premises limit of insurance that applies.

### 8.5 Actual Cash Value

Building property and/or business personal property can be covered on an actual cash value basis instead of on a replacement cost basis by making the appropriate entry on the declarations. The property must be insured for its full actual cash value when this option applies.

**Premium Determination --** When this option applies to business personal property, multiply the Business Personal Property rating information for Standard Policy coverage by the applicable factor shown in the table for this rule:

	Factor
Restaurants	1.00
Other Classes	1.10

Table for Rule 8.5

When this option applies to the building and the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, multiply the Building rating information for Standard Policy coverage by the Actual Cash Value factor shown in the table for this rule.

If the building is not classified as Lessor's Risk, no adjustment to the Building rating information is required when this option applies to a building not rated under Rate Group 19, 20, or 29.

Make an entry on the declarations to show that Actual Cash Value coverage applies.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.6 Automatic Increase -- Coverages A and/or B

The Coverage A and/or Coverage B limit(s) can be automatically increased during the policy period. The amount of increase applies proportionately throughout each annual term.

The basic policy rating information must be adjusted when this option applies.

**Premium Determination --** When form BP 0100 is used, multiply the Standard Policy Building and/or Business Personal Property rating information by the applicable factor shown in the table for this rule:

	Factors
% of Annual Increase	(All Classes)
2%	1.01
4%	1.02
6%	1.03
8%	1.04
10%	1.05
For Each Add'l 2%, add the increment shown to the 10% Annual Increase Factor	.01

Table for Rule 8.6

When form BP 0200 is used, multiply the sum of the Standard Policy Building rating information and the Special Policy Building charge, and the sum of the Standard Policy Business Personal Property rating information and the Special Policy Personal Property charge by the applicable factor shown for this rule.

Show the annual percentage of increase for the applicable coverage(s) on the declarations.

### 8.7 Back-up Of Sewers And Drains

Coverage for loss caused by water that backs up through sewers or drains can be added for property covered under Coverage A or Coverage B.

**Premium Determination --** To determine the additional premium, multiply the selected Water Damage -- Sewer and Drain Back-up limit of insurance, in thousands, by the Back-up of Sewers and Drains rating information shown in the Countrywide Rating Information section of this manual.

Multiply the additional premium by the applicable Deductible Factor shown in Rule 6.1.

**Endorsement --** Attach endorsement BP 0330, identify the covered property, and show the limit(s) of insurance in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.8 Builders' Risk

Coverage can be provided for building property that is under construction. The building under construction must be insured for 100% of its completed value. Coverage must be provided from the date that construction of the building begins. Coverage ends when the property is occupied, is put to its intended use, or 90 days after the date that construction is completed, whichever occurs first. Coverage may end sooner if the policy expires, is cancelled, or if the insured no longer has an interest in the property. The basic policy rating information must be adjusted when this option applies.

**Premium Determination** -- For Rate Groups other than 19, 20, 21 and 29, multiply the Lessor's Risk Building rating information for the intended occupancy by the factor shown in the table for this rule. For Rate Groups 19, 20, 21 and 29, multiply the Building rating information for the intended occupancy by the factor shown in the table for this rule:

Factor
.675

Table for Rule 8.8

**Endorsement** -- Attach endorsement BP 0713 and identify the location of the property that is being constructed and the limit of insurance that reflects the property's completed value in the endorsement Schedule or on the declarations.

### 8.9 Computer Virus And Computer Hacking Coverage

Coverage can be provided for direct physical damage and/or loss of income due to a computer virus or computer hacking incident. The coverage provided by this endorsement is subject to a separate deductible amount.

**Premium Determination** -- To determine the additional premium for each applicable coverage, multiply the Computer Virus and Computer Hacking rating information shown in the Countrywide Rating Information section of this manual by the applicable limit of insurance, in thousands.

Multiply the additional premium by the Deductible Factor shown in Rule 6.1.

The Computer Virus and Computer Hacking rating information shown in the Countrywide Rating Information section of this manual can be adjusted to reflect a risk's increased exposure to loss from the perils of computer virus and computer hacking.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

To reflect the absence of protection when anti-virus software is not installed and/or updated on a regular basis, multiply the Computer Virus and Hacking premium for Property Damage and/or Income Coverage by the applicable factor shown in the table for this rule.

To reflect the absence of protection when electronic fire wall protection is not installed and/or maintained, multiply the Computer Virus and Hacking charges for Property Damage and/or Income Coverage by the applicable factor in the table for this rule.

	Factor (All Classes)
Absence of Anti-Virus Software	1.25
Absence of Electronic Firewall	1.25

Table for Rule 8.9

**Endorsement --** Attach endorsement BP 0714 and identify the Limit of insurance that applies to Property Damage coverage and/or Income Coverage and the Deductible amount that applies when Property Damage coverage is provided in the endorsement Schedule or on the declarations.

### 8.10 Condominium Loss Assessment

Condominium loss assessment coverage can be provided for loss or damage to property which is owned indivisibly by all condominium unit-owners.

**Premium Determination --** To determine the additional premium, select the Condominium Loss Assessment rating information shown in the Countrywide Rating Information section of this manual for the applicable limit of insurance.

Multiply the additional premium by the Deductible Factor shown in either Rule 6.1 or Rule 6.2, whichever is applicable.

**Endorsement --** Attach endorsement BP 0319. Identify the property and show the applicable limit of insurance and deductible amount in the endorsement Schedule or on the declarations.

### 8.11 Earnings From Dependent Locations

Limited Loss of Income Coverage is provided in forms BP 0100 and BP 0200 for the insured's lost earnings and/or additional expenses that result from direct physical damage by a covered peril to businesses that are not operated or controlled by the insured, but that otherwise play a supporting role in the insured's business.

Coverage is provided at a \$5,000 limit unless a higher limit is shown on the declarations. Make an entry on the declarations to indicate the higher limit of insurance.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination** -- To determine the additional premium charge for a higher limit, multiply the Standard Policy Building rating information by the factor shown in the table for this rule. Multiply the result by the Earnings From Dependent Locations limit of insurance, in thousands, in excess of \$5,000.

Factor
0.12

Table for Rule 8.11

### 8.12 Earthquake

Coverage for loss caused by earthquake and volcanic eruption can be added to forms BP 0100 and BP 0200. When purchased, earthquake coverage applies to all property covered under Coverages A and B, and to the Loss of Income coverage provided under Coverage C.

Earthquake rating information for buildings and personal property is displayed in the State Rating Information section of this manual, by earthquake construction classification and earthquake zone. The earthquake rating information for personal property also reflects an earthquake rate group assignment.

Earthquake zone assignments are shown in the Earthquake Supplement.

Earthquake personal property rate group assignments are shown in the "EQ" column of the Classification Table. Earthquake construction classifications are described below.

#### 8.12.1 Earthquake Construction Classifications

**Mixed Construction Buildings** -- Construction classes comprising less than 10% of the total wall area should be disregarded.

#### Wood Frame Buildings

##### Class 1C

- Wood frame and wood frame stucco construction
- Two stories or less, if habitational
- Three stories or less, if not habitational
- 3,000 square feet or less ground floor area, if not habitational
- Floors not concrete supported
- Walls not unit masonry or concrete
- Masonry veneer walls



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### Class 1D

- Wood frame and wood frame stucco construction
- Floors not concrete supported
- Walls not unit masonry or concrete
- Masonry veneer walls

### All Metal Buildings

#### Class 2A

- Metal frame
- Metal, wood, or cement-asbestos siding and roofing
- One story
- 20,000 square feet or less ground floor area

#### Class 2B

- Metal frame
- Metal, wood, or cement-asbestos siding and roofing

### Steel Frame Buildings

#### Class 3A

- Steel frame carrying all loads
- Floors and roof of poured-in-place reinforced concrete or of concrete fill on metal decking welded to steel frame
- Floor and roof supports not web steel
- Exterior walls non-load bearing
- Exterior walls poured-in-place reinforced concrete or reinforced unit masonry
- Column-free areas not exceeding 2,500 square feet
- Not under construction

#### Class 3B

- Steel frame carrying all loads
- Floors of poured-in-place reinforced concrete or metal
- Roof of poured-in-place reinforced concrete or metal, if three stories or less
- Roof of any material, if over three stories
- Exterior and interior walls not load bearing

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

### **Reinforced Concrete, Combined Reinforced Concrete, And Structural Steel Buildings**

#### **Class 4A**

- Frame of poured-in-place reinforced concrete or combination of poured-in-place reinforced concrete and structural steel
- Floors of poured-in-place reinforced concrete
- Roof of poured-in-place reinforced concrete, if three stories or less
- Roof of any material, if over three stories
- Exterior walls of poured-in-place reinforced concrete or reinforced unit masonry
- Column-free areas not exceeding 2,500 square feet
- Not under construction

#### **Class 4B**

- Frame of poured-in-place reinforced concrete or combination of poured-in-place reinforced concrete and structural steel
- Floors of poured-in-place reinforced concrete
- Roof of poured-in-place reinforced concrete, if three stories or less
- Roof of any material, if over three stories
- Nonbearing walls of any material
- Bearing walls of poured-in-place reinforced concrete

#### **Class 4C**

- Frame of precast concrete or combination of precast concrete with poured-in-place reinforced concrete or structural steel
- Floors of reinforced concrete lift-slabs
- Roof of reinforced concrete lift-slabs, if three stories or less
- Roof of any material, if over three stories
- Bearing walls of poured-in-place reinforced concrete
- Nonbearing walls of any material

#### **Class 4D**

- Frame of poured-in-place reinforced concrete or combination of poured-in-place reinforced concrete and structural steel
- Floors and roof of any material
- Nonbearing walls of any material

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **COUNTRYWIDE**

### **Concrete, Brick, Or Block Building**

#### **Class 5A**

- Load bearing exterior walls of poured-in-place reinforced concrete, precast reinforced concrete, reinforced brick, or reinforced concrete block masonry
- Supported floors of wood or metal
- One story
- Not under construction

#### **Class 5AA**

- Load bearing exterior walls of poured-in-place reinforced concrete, precast reinforced concrete, reinforced brick, or reinforced concrete block masonry
- Supported floors of wood or metal

#### **Class 5B**

- Load bearing walls of unreinforced brick or other unreinforced solid masonry, except adobe
- Floors and roof of any material

#### **Class 5C**

- Load bearing walls of hollow tile, hollow unit masonry, adobe, or cavity wall construction
- Floors and roof of any material

#### **Class 5D**

- Any other construction\*

\* Refer to Company for applicable rating information if Construction Classification 5D applies.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.12.2 Earthquake Deductible

Endorsement BP 0332 includes a special earthquake deductible provision. The rating information shown in Table A for this rule reflects a mandatory minimum earthquake deductible that is based on a percentage of the value of the covered property at the time of loss.

Earthquake Construction Classifications			Minimum	Factor
			Deductible	
1C, 1D, 2A, 2B, 3A, 3B, 4A, 4B, and 5A			5%	1.00
4C, 4D, 5AA, 5B, 5C, and 5D			10%	1.00

Table A for Rule 8.12.2

The earthquake deductible percentage can be increased to a maximum of 40%. Use the rating information shown in Table B for this rule for Each Additional % to determine the earthquake deductible factor whenever a deductible in excess of the mandatory minimum deductible is selected.

Earthquake Construction Classifications			Each % above	Reduce
			Minimum	Factor
			Deductible	by Increment
1C, 1D, 2A, 2B, 3A, 3B, 4A, 4B, and 5A			1%	0.02
4C, 4D, 5AA, 5B, 5C, and 5D			1%	0.01

Table B for Rule 8.12.2

Show the Earthquake Deductible percentage that applies on the declarations.

### 8.12.3 Earthquake Premium Modifications

The earthquake rating information shown in the State Rating Information section of this manual must be adjusted to reflect various conditions that affect exposure to loss by earthquake and volcanic eruption.

#### Masonry Veneer

Exterior masonry veneer on wood frame walls is not covered for loss caused by earthquake or volcanic eruption when the masonry veneer area exceeds 10% of the exterior wall area.

The coverage provided by endorsement BP 0332 can be extended to include loss to exterior masonry veneer comprising over 10% of the exterior wall area.

Masonry veneer rating information is based on the % of exterior wall area that is covered by masonry veneer.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination --** Select the factor shown in Table A for this rule that corresponds to the portion of exterior wall area that consists of masonry veneer. Multiply the earthquake rating information for buildings by the selected factor.

% of Masonry Veneer	Factor (All Classes)
10% - 25%	1.75
25% - 50%	2.50
Over 50%	4.00

Table A for Rule 8.12.3

Make an entry on the declarations to indicate that earthquake coverage for masonry veneer is included.

### Ground Stability

The Building and Business Personal property earthquake rating information shown in the State Rating Information section of this manual must be adjusted when buildings are not located on firm, natural ground.

**Premium Determination --** Multiply the earthquake rating information for buildings and personal property by the factor shown in Table B for this rule:

Factor (All Classes)
1.25

Table B for Rule 8.12.3

### Roof Tank

The Building and Personal property earthquake rating information shown in the State Rating Information section of this manual must be adjusted when the building is equipped with a roof tank.

**Premium Determination --** Multiply the earthquake rating information for buildings and personal property by the factor shown in Table C for this rule:

Factor (All Classes)
1.25

Table C for Rule 8.12.3

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### Building Height

The building earthquake rating information shown in the State Rating Information section of this manual must be adjusted when the building height exceeds three stories. When determining height:

- Do not include partial floors less than 15% of the ground floor area.
- For stories 15 feet or greater in height, each 15 feet or greater part thereof is to be considered a story.
- Do not include basement floors unless accessible at grade level.

**Premium Determination --** Multiply the earthquake rating information for buildings by the factor shown in Table D for this rule:

Building Height	Factor (All Classes)
4 - 7 Stories	1.23
Over 7 Stories	1.40

Table D for Rule 8.12.3

### Year Of Construction

The building earthquake rating information shown in the State Rating Information section of this manual must be adjusted if the building was constructed and first occupied or put to its intended use prior to 2000.

**Premium Determination --** Multiply the earthquake rating information for buildings by the factor shown in Table E for this Rule:

Year of Construction	Factor (All Classes)
1940 - 1999	1.05
Prior to 1940	1.38

Table E for Rule 8.12.3

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.12.4 Earthquake Premium Determination

Step 1 -- Select the Earthquake rating information that reflects the applicable construction type and earthquake zone for each covered building, and for the personal property at each covered location. The Business Personal Property rating information selected must also reflect the applicable earthquake rate group assignment from the EQ column of the Classification Table.

Step 2 -- Multiply the rating information determined in Step 1 by any of the applicable Earthquake Premium Modifications.

Step 3 -- Multiply the result of Step 2 by the Coverage A and Coverage B limits, in thousands.

Step 4 -- Multiply the result of Step 3 by the applicable Earthquake Deductible factor.

### 8.13 Employee Dishonesty

Coverage can be provided for loss or damage to business personal property (including money and securities) resulting from dishonest acts committed by the insured's employees. The minimum limit that applies to this coverage is \$5,000 and the maximum limit available is \$50,000.

#### Premium Determination

Step 1 -- Select the Employee Dishonesty rating information from the Countrywide Rating Information section of this manual for the desired limit of insurance, based on the total number of employees at all locations.

Step 2 -- If this coverage is provided for two or more locations, add the Additional Location charge shown in the Countrywide Rating Information section of this manual for each location in excess of one to the result of Step 1.

Step 3 -- If this coverage is being provided for employees of a Self-Storage Warehouse, multiply the result of Step 2 by the factor shown in the table for this rule:

Factor
1.10

Table for Rule 8.13

This coverage is not subject to deductible amounts greater than \$500. Do not apply the Deductible Factor.

The terms of this coverage are included in the Optional Property Coverages section of coverage forms BP 0100 and BP 0200. Indicate the limit of insurance that applies on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.14 Equipment Breakdown Coverage

Coverage can be provided under forms BP 0100 and BP 0200 for direct physical loss to covered property due to an accident resulting from mechanical breakdown, rupturing or bursting of moving parts of machinery caused by centrifugal force, arcing or electrical currents other than lightning, explosion of steam boilers, steam pipes, steam turbines, or steam engines or damage caused by an occurrence or condition within such equipment; and damage caused by an occurrence or condition within hot water boilers or heaters.

Any business otherwise eligible for coverage under a Businessowners Policy is eligible for Equipment Breakdown coverage.

With respect to Equipment Breakdown coverage, covered equipment means property that is covered under Coverage A or Coverage B and that is built to operate under vacuum or pressure, other than weight of contents, or is used for the generation, transmission, or utilization of energy.

When Equipment Breakdown coverage is provided, coverage applies to all locations described on the policy declarations. Coverage is subject to the policy limits for Coverages A and B.

The following Additional Coverages are also provided under the Equipment Breakdown coverage endorsement:

- **CFC Refrigerants** -- Coverage is provided for the additional cost to repair or replace covered property due to the presence of a refrigerant containing chlorofluorocarbon (CFC) substances. This includes replacement of lost CFC refrigerant or replacement of the system with a non-CFC refrigerant.

All loss or damage due to CFC Refrigerants, including loss due to Spoilage or Loss of Income, is subject to a limit of \$25,000.

- **Computer Coverage** -- Coverage is provided for direct physical loss or damage to computers.

This additional coverage is subject to a limit of \$25,000.

- **Expediting Expenses** -- Coverage is provided for any reasonable extra costs spent to expedite the permanent repair or replacement of covered equipment.

This additional coverage is subject to a limit of \$25,000.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

- **Pollutants** -- Coverage is provided for the additional cost to repair or replace covered property that has been contaminated by a pollutant, and for the cost to clean up or dispose of contaminated property.

All loss or damage due to Pollutants, including loss due to Spoilage or Loss of Income, is subject to a limit of \$25,000.

- **Spoilage** -- Coverage is provided for loss to the insured's perishable stock when an accident results in spoilage or contamination due to the release of a refrigerant. In addition, coverage applies to loss of perishable stock that results from an accident to covered equipment which is owned by a utility, landlord, or other supplier of the following services:

- electrical power, gas or water;
- communications;
- waste disposal; or
- air conditioning, refrigeration, heating, air, or steam.

This additional coverage is subject to a limit of \$25,000.

The Loss of Income Coverage provided under Coverage C of the Businessowners policy is extended to include the following:

- **Loss Of Income** -- Coverage C is extended to include loss due to the interruption of business activities due to an accident to covered equipment.
- **Utility Service Interruption** -- Coverage C is extended to include the loss of earnings and extra expense you incur due to an accident to utility-owned covered equipment, which provides the premises with:
  - electrical power, gas, or water;
  - communications;
  - waste disposal; or
  - air conditioning, refrigeration, heating, air, or steam.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.14.1 Value For Rating

When coverage is provided on a replacement cost basis, the limit of insurance developed for Equipment Breakdown coverage is based on the full replacement value of covered property at all locations, determined as shown below:

- Owner, Owner Occupied                      100% Building and Contents Value
- Owner, Not Owner Occupied              100% Building Value
- Tenant    100% Contents Value

(When a tenant occupies an entire building and is responsible for the building equipment, i.e. heating, air conditioning equipment, electrical equipment, etc.; use the 100% Building and Contents Value for rating purposes.)

When coverage is provided on an actual cash value basis, the premium developed for Equipment Breakdown coverage is based on the full actual cash value of covered property at all locations.

### 8.14.2 Deductible

This coverage is subject to a separate deductible amount. Show the deductible amount in the endorsement Schedule or on the declarations.

The rating information shown in this manual for Equipment Breakdown coverage reflects a \$500 deductible amount. The following higher deductible amounts are available:

\$        1,000  
          2,500  
          5,000  
         10,000

Modify the Equipment Breakdown rating information shown in the Countrywide Rating Information section of this manual by the factor shown in the table for this rule:

Deductible	Factor
\$ 500	1.00
1,000	0.94
2,500	0.86
5,000	0.80
10,000	0.73

Table for Rule 8.14.2

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.14.3 Multi-Location Policies

The Equipment Breakdown rating information shown in this manual reflects coverage for up to three separate locations. When coverage is provided under the same policy for four or more separate locations, modify the rating information by the applicable factor shown in the table for this rule:

Total No. of Locations	Factor
1-3	1.00
4-10	0.92
11-20	0.85
More than 20	0.75

Table for Rule 8.14.3

### 8.14.4 Minimum Premium

Refer to company to determine if a minimum premium requirement applies.

### 8.14.5 Premium Development

The development of final rating information for Equipment Breakdown coverage may require an additional expense loading for the inspection services provided for this coverage.

The rating information shown in this manual is provided for covered equipment values up to \$20,000,000. Values other than those shown may be developed by interpolation. For values in excess of \$20,000,000, refer to company for rating information.

Step 1 -- Determine the 100% Rating Value, based on the full value of all covered property at all locations.

Step 2 -- Select the Equipment Breakdown rating information from the Countrywide Rating Information section of this manual that corresponds to the 100% Rating Value developed in Step 1.

Step 3 -- Multiply the result of Step 2 by the Multiple Locations factor shown in the table for Rule 8.14.3, if applicable.

Step 4 -- Multiply the result of Step 3 by the Equipment Breakdown Deductible Factor shown in the table for Rule 8.14.2.

Step 5 -- Adjust the result of Step 4 to include an Inspection Services Loading, if applicable.

**Endorsement --** Attach endorsement BP 0650.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.14.6 Suspension And Reinstatement

Equipment breakdown coverage is subject to a condition that allows the suspension of coverage for loss caused by an accident to covered equipment that is discovered to be in or exposed to a dangerous situation or condition. Coverage can be reinstated by endorsement.

**Endorsement --** Attach endorsement CL 0342 to reinstate coverage that has been suspended for covered equipment that was in or exposed to a dangerous situation.

### 8.15 Fine Arts

Coverage for risks of direct physical loss that are not excluded can be provided for fine arts. This option includes coverage for loss caused by earthquake, flood, and water damage. Coverage applies only to items for which a limit is shown on the Schedule. A separate deductible amount applies to this coverage.

**Premium Determination --** To determine the additional premium, multiply the Standard Policy Business Personal Property rating information for the location where the property is usually kept by the applicable factor shown in the table for this rule. Multiply the result by the Fine Arts limit of insurance, in thousands.

	Factors
Restaurants	1.00
Other Classes	0.70

Table for Rule 8.15

Multiply the additional premium by the applicable Deductible Factor shown in Rule 6.1.

**Endorsement --** Attach endorsement BP 0324. Describe the covered property and indicate the limit of insurance and deductible amount that applies in the endorsement Schedule or on the declarations.

### 8.16 Forgery Coverage

Limited coverage is provided for Forgery under the Additional Coverages section of forms BP 0100 and BP 0200. Coverage applies to loss due to the forgery or alteration of checks, drafts, promissory notes, or similar written instruments.

Coverage is provided at a \$2,500 limit, unless a higher limit is shown on the declarations. Make an entry on the declarations to indicate the higher limit of insurance.

To determine the additional premium charge for a higher limit, follow the premium determination steps that follow:

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### Premium Determination

Step 1 -- Select the Forgery rating information from the Countrywide Rating Information section of this manual for the desired limit of insurance, based on the total number of employees at all locations.

Step 2 -- If this coverage is provided for two or more locations, add the Additional Location charge shown in the Countrywide Rating Information section of this manual for each location in excess of one to the result of Step 1.

Step 3 - Multiply the result of Step 2 by the Deductible factor shown in Rule 6.1 to determine the additional premium for higher forgery limits.

### 8.17 Installation Floater Coverage

Coverage may be added to forms BP 0100 and BP 0200 for loss to materials, supplies, machinery, fixtures, equipment, and similar property which will become a permanent part of the insured's construction, installation, or erection project.

The minimum limit of insurance that applies to this coverage is \$5,000 and the maximum limit is \$50,000.

A Catastrophe Limit of Insurance applies whenever property at more than one location (either more than one job site, more than one storage location, or any combination of job sites and storage locations) is damaged in a single occurrence.

**Premium Determination** -- To determine the additional premium, select the Installation Floater charge shown in the Countrywide Rating Information section of this manual that corresponds to the limit of insurance desired for each Job Site.

Multiply the additional premium by the Deductible Factor shown in Rule 6.1.

**Endorsement** -- Attach endorsement BP 0716. Enter the job site and catastrophe limits of insurance in the endorsement Schedule or on the declarations.

#### 8.17.1 Property In Transit Or Storage

A limited amount of coverage is automatically provided under the Installation Floater coverage for Property in Transit and for Property at a Storage Location.

The limit that applies to each of these Additional Coverages may be increased. Refer to company for any applicable rating information.

Make an entry in the endorsement Schedule or on the declarations to indicate any higher limit that applies.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.17.2 Testing Coverage

Optional coverage for loss caused by testing may also be provided under the Installation Floater coverage. Testing includes start-up; performance; stress; pressure; or overload testing of materials, supplies, machinery, fixtures, and equipment that will become a permanent part of a covered installation, construction, or erection project.

**Premium Determination --** To determine the additional premium for loss caused by testing, multiply the Testing Coverage rating information shown in the Countrywide Rating Information section of this manual by the limit of insurance, in thousands. Multiply the result by the Deductible Factor shown in Rule 6.1.

Make an entry in the endorsement Schedule or on the declarations to indicate that Testing Coverage applies.

### 8.18 Installation Tools And Equipment

Coverage may be added for loss or damage to tools and equipment that the insured owns, or that are in the insured's care, custody, and control.

**Premium Determination --** To determine the additional premium, select the Installation Tools and Equipment rating information shown in the Countrywide Rating Information section of this manual that corresponds to the limit of insurance desired and multiply the charge by the limit of insurance, in thousands.

Multiply the additional premium by the Deductible Factor shown in Rule 6.1.

**Endorsement --** Attach endorsement BP 0715 and describe the tools and equipment in the endorsement Schedule or on the declarations. Also indicate the limit of insurance and deductible amount that apply.

If applicable, make an entry in the endorsement Schedule or on the declarations to show that coverage applies on a replacement cost basis.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.19 Limited Fungus And Related Perils Coverage -- Changes

#### 8.19.1 Increased Limit

The \$15,000 Aggregate Limit for direct physical damage caused by fungus or related perils may be increased for an additional charge.

**Premium Determination --** Use the rating information shown in the Countrywide Rating Information section of this manual to determine the additional premium charge for the portion of the Aggregate Limit that exceeds \$15,000.

When the Limited Fungus and Related Perils Coverage Aggregate Limit is amended to apply on a per building or per location basis, as permitted under Rule 8.19.2, use the rating information shown in the Countrywide Rating Information section of this manual to determine the additional premium charge for the portion of each separate Aggregate Limit that exceeds \$15,000.

**Endorsement --** Attach endorsement BP 0752 and make an entry in the endorsement Schedule or on the declarations to indicate any higher limit.

#### 8.19.2 Per Building Or Per Location Aggregate Limit

The Limited Fungus and Related Perils Coverage Aggregate Limit can be amended to apply on a per building or a per location basis.

**Premium Determination --** Use the rating information shown in the Countrywide Rating Information section of this manual to determine the additional premium charge for the separate Aggregate Limit applicable to each building or location in excess of one.

**Endorsement --** Attach endorsement BP 0752 and make an entry in the endorsement Schedule to describe each building or location to which the separate aggregate limit applies. If the amount of the aggregate limit is also revised, make an entry to show the limit applicable to each described item.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.19.3 Loss Of Income -- Increased Number Of Days

The number of days for which Coverage C -- Loss of Income is extended can be increased.

**Premium Determination** -- To determine the additional premium charge for an increased number of days, multiply the basic Building and Business Personal Property premium for each building/location to which the increased number of days apply, prior to the application of any deductible factor, by the factor shown in the table for this rule that corresponds to the Maximum Number of Days shown on the Schedule:

No. of Days	Factor
60	0.0014
90	0.0028
120	0.0042
150	0.0058
180	0.0072

Table for Rule 8.19.3

**Endorsement** -- Attach endorsement BP 0752 and make an entry in the endorsement Schedule to show the revised number of days.

## 8.20 Loss Of Income Options

### 8.20.1 Loss Of Income -- Without A Limit

Losses under Coverage C -- Loss of Income can be paid for up to one year without being subject to a dollar limit.

**Premium Determination** -- To determine the additional premium, multiply the Building and Business Personal Property premiums by the factor shown in the table for this rule:

	Factors
Restaurants	0.05
Other Classes	0.04

Table for Rule 8.20.1

This coverage is not subject to the property loss deductible. Do not apply the deductible factor.

When this option applies, show 'actual loss sustained' in the Coverage C -- Loss of Income field on the declarations.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.20.2 Loss Of Income -- Elimination Of 72-Hour Waiting Period

The 72-hour waiting period can be eliminated from the following policy provisions:

- Definition of restoration period;
- Loss of Income Coverage Extension for Interruption by Civil Authority;
- Additional Loss of Income Coverage for Earnings from Dependent Locations.

**Premium Determination** -- To determine the additional premium, Multiply the Building and Business Personal Property premiums by the applicable factor shown in the table for this rule:

	Factors
Restaurants	0.0125
Other Classes	0.01

Table for Rule 8.20.2

**Endorsement** -- Attach endorsement BP 0844.

### 8.21 Money And Securities

Coverage can be provided for loss to money and securities resulting from theft, disappearance, or destruction.

**Premium Determination** -- To determine the additional premium, obtain the Money and Securities base amount from the State Rating Information section of this manual and obtain the factor that corresponds to the applicable occupancy and limits of insurance from in the table for this rule. Multiply the Money and Securities base amount by the Money and Securities factor selected.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Limits	Factors		
	Apts.	Office	Other
\$1,000 Inside; \$0 Outside	.86	.92	.97
\$1,000 Inside; \$1,000 Outside	.98	1.04	1.10
\$1,500 Inside; \$0 Outside	.99	1.05	1.11
\$1,500 Inside; \$1,500 Outside	1.12	1.19	1.25
\$2,000 Inside; \$0 Outside	1.11	1.18	1.25
\$2,000 Inside; \$2,000 Outside	1.26	1.34	1.41
\$2,500 Inside; \$0 Outside	1.23	1.31	1.38
\$2,500 Inside; \$2,500 Outside	1.40	1.49	1.57
\$5,000 Inside; \$0 Outside	1.54	1.64	1.73
\$5,000 Inside; \$2,000 Outside	1.65	1.75	1.84
\$5,000 Inside; \$5,000 Outside	1.75	1.86	1.96
\$10,000 Inside; \$0 Outside	3.09	3.27	3.46
\$10,000 Inside; \$2,000 Outside	3.20	3.38	3.57
\$10,000 Inside; \$5,000 Outside	3.30	3.49	3.69
\$10,000 Inside; \$10,000 Outside	3.52	3.72	3.93
\$20,000 Inside; \$20,000 Outside	7.25	7.47	7.94
\$25,000 Inside; \$25,000 Outside	9.42	9.71	10.32

Table for Rule 8.21

This coverage is not subject to deductible amounts greater than \$500. Do not apply the Deductible Factor.

The terms of this coverage are included in the Optional Property Coverages section of coverage form BP 0200. Indicate the Inside Premises and Outside Premises limits of insurance on the declarations.

**Endorsement --** Attach endorsement BP 0304 to add Money and Securities Coverage to BP 0100. Show the Inside Premises and Outside Premises limits of insurance in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.22 Ordinance Or Law Extension

When coverage applies on a replacement cost basis, limited coverage is provided for increased costs of a covered loss resulting from the enforcement of any code, ordinance, law, or decree regulating or requiring the construction, use, or repair of a building.

Additional coverage can be provided for:

- Increased Building Loss -- Value of Undamaged Portions;
- Increased Debris Removal -- Demolition of Undamaged Portions; and/or
- Increased Cost of Construction.

#### 8.22.1 Increased Building Loss -- Value Of Undamaged Portions

**Premium Determination** -- To determine the additional premium, multiply the basic policy premium developed for the Building for all applicable perils by the factor shown in the table for this rule:

Factor
0.20

Table for Rule 8.22.1

**Endorsement** -- Attach endorsement BP 0321 and identify the premises and building number to which this coverage applies.

#### 8.22.2 Increased Debris Removal -- Demolition Of Undamaged Portions

**Premium Determination** -- To determine the additional premium, multiply the selected limit of insurance, in thousands, by the Standard Policy Building rating information.

Multiply the additional premium by the Deductible Factor shown in either Rule 6.1 or Rule 6.2, whichever is applicable.

**Endorsement** -- Attach endorsement BP 0321, identify the covered property, and indicate the Increased Debris Removal - Demolition of Undamaged Portions limit in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.22.3 Increased Cost Of Construction

**Premium Determination --** To determine the additional premium, multiply the selected limit of insurance, in thousands, by the Standard Policy Building rating information.

Multiply the additional premium by the Deductible Factor shown in either Rule 6.1 or Rule 6.2, whichever is applicable.

**Endorsement --** Attach endorsement BP 0321, identify the covered property, and indicate the Increased Cost of Construction limit in the endorsement Schedule or on the declarations.

### 8.22.4 Increased Restoration Period

The Loss of Income Coverage provided under forms BP 0100 and BP 0200 may be extended to include the increased amount of time that is necessary to rebuild or replace property in order to meet the requirements of any code, ordinance, law, or decree in effect that regulates or requires the construction, use, repair, or demolition of any property.

**Premium Determination --** To determine the additional premium, multiply the basic policy premium developed for the building for all applicable perils by the factor shown in the table for this rule:

Factor
0.02

Table for Rule 8.22.4

**Endorsement --** Attach endorsement BP 0717.

### 8.23 Outdoor Signs

Limited coverage is provided in forms BP 0100 and BP 0200 for loss or damage to signs that are not attached to buildings.

Coverage for loss to outdoor signs, whether or not attached to buildings, may be provided on an open perils basis, subject to limited exclusions.

**Premium Determination --** To determine the additional premium for coverage on an open perils basis, multiply the Outdoor Signs rating information shown in the State Rating Information section of this manual by the limit of insurance, in thousands.

This coverage is not subject to deductible amounts greater than \$500. Do not apply the Deductible Factor.

The terms of the Outdoor Signs coverage are included in the Optional Property Coverages section of coverage forms BP 0100 and BP 0200. Indicate the limit of insurance that applies on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.24 Property Additional Coverage Endorsement (PACE)

A Property Additional Coverage Endorsement (PACE) is available for use with forms BP 0100 and BP 0200. This endorsement provides terms with specified limits of insurance for various optional coverages.

A list of the coverages and corresponding limits that are provided under the Property Additional Coverage Endorsement follows:

<u>Coverage</u>	<u>Limits</u>
Accounts Receivable	\$20,000 On Premises; \$5,000 Off Premises
Business Personal Property - Off Premises	\$10,000
Employee Dishonesty	\$10,000
Forgery	\$ 5,000
Outdoor Signs	\$10,000
Personal Effects	\$ 5,000
Spoilage Coverage	\$10,000
Valuable Papers and Records	\$15,000 On Premises; \$5,000 Off Premises

**Premium Determination --** To determine the additional premium, multiply the PACE rating information shown in the Countrywide Rating Information section of this manual by the total number of locations for which coverage applies.

**Endorsement --** Attach endorsement BP 0351.

### 8.25 Seasonal Increase -- Coverage B

When Coverage B is written at 100% of the average monthly value of business personal property, the policy provides an automatic increase of 25% of the Coverage B limit for seasonal increases in value. If the 100% minimum average value is not met, or if more than a 25% increase is needed, the Coverage B limit can be increased for seasonal changes in value. The period for which limits are increased cannot extend beyond the policy expiration date.

**Premium Determination --** To determine the additional premium, prorate the premium for the additional Coverage B limit based on the specific period for which the limit is increased.

Multiply the additional premium by the Deductible Factor shown in either Rule 6.1 or Rule 6.2, whichever is applicable.

**Endorsement --** Attach endorsement BP 0323. Show the applicable limit and time period in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.26 Spoilage

Coverage can be provided for loss to Scheduled perishable stock caused by:

- Breakdown, Contamination, and Power Disruption;
- Breakdown and Contamination only; or
- Power Disruption only.

The minimum limit that applies to this coverage is \$1,000.

**Premium Determination** -- To determine the additional premium, multiply the Spoilage rating information shown in the Countrywide Rating Information section of this manual for the peril(s) selected, by the limit of insurance, in thousands. If a refrigeration maintenance or service agreement applies, use the 'With Service Agreement' rating information.

Multiply the additional premium by the Deductible Factor in Rule 6.1.

**Endorsement** -- Attach endorsement BP 0327. Identify the covered property, the location where the covered property is kept, the deductible amount, and the limit of insurance that applies in the endorsement Schedule or on the declarations. Make an entry in the endorsement Schedule or on the declarations to indicate the peril or combination of perils that applies.

When coverage for Breakdown and Contamination is provided, make an entry in the endorsement Schedule or on the declarations if a refrigeration maintenance or service agreement applies.

### 8.27 Sprinkler Leakage Earthquake Extension

If the policy is not endorsed to include coverage for loss caused by earthquake, coverage can be extended to include sprinkler leakage loss caused by an earthquake or volcanic eruption. When provided, coverage under this option applies to all property covered under Coverages A and B and to the loss of income coverage provided under Coverage C.

The sprinkler leakage earthquake extension rating information shown in the State Rating Information section of this manual for buildings and personal property is displayed by earthquake construction classification and earthquake zone. The Business Personal Property rating information for this option also reflects a sprinkler leakage rate group assignment.

The earthquake construction classifications are described in the Property Coverage Options rules. The earthquake zone assignments are shown in the Earthquake Supplement.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Select the Sprinkler Leakage Earthquake Extension rating information from the State Rating Information section of this manual that reflects the applicable earthquake construction type and earthquake zone for each covered building, and for the personal property at each covered location. The Business Personal Property rating information selected must also reflect the applicable sprinkler leakage rate group assignment ("l" - low, "m" - moderate, or "h" - high) from the SL column of the Classification Table.

**Premium Determination --** To determine the additional premium, multiply the Sprinkler Leakage Earthquake Extension rating information selected above by the applicable Coverage A and Coverage B limits, in thousands.

Multiply the additional premium by the Deductible Factor shown in Rule 6.1.

Also multiply the additional Sprinkler Leakage Earthquake Extension premium by any of the applicable Earthquake Premium Modification factors shown under Rule 8.12.3. (The Masonry Veneer factors do not apply to the Sprinkler Leakage Earthquake Extension.)

**Endorsement --** Attach endorsement BP 0325.

### 8.28 Utility Interruption Coverage

Coverage can be provided for property damage or loss of income resulting from the interruption of an off-premises public utility service caused by a peril insured against.

Off-premises public utility services include: electricity, steam, or gas supply (with or without coverage for damage to overhead transmission lines); water supply; and communications supply (with or without coverage for damage to overhead transmission lines).

#### 8.28.1 Property Damage

Property Damage coverage can be subject to the policy limit for Coverages A and B, or separate limits can apply.

For each location where coverage applies, the following information must be shown in the endorsement Schedule or on the declarations:

- the off-premises public utility service or services for which coverage will apply; and
- whether coverage with or without transmission lines applies.

The applicable Utility Interruption limits must also be indicated on the endorsement Schedule when they are not equal to the Coverage A and Coverage B limits.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Endorsement** -- Attach endorsement BP 0661 and indicate the covered property, the utility service(s), and the limit(s) in the endorsement Schedule or on the declarations.

### 8.28.2 Time Element

Time Element coverage can be subject to the Coverage C limit or a separate limit can apply. When Coverage C is written without a limit, a limit must be selected for this coverage.

The following information must be shown in the endorsement Schedule or on the declarations for each location where coverage applies:

The information that follows must be shown on the endorsement:

- the off-premises public utility service or services for which coverage will apply; and
- whether coverage with or without transmission lines applies.

The applicable Utility Interruption limits must also be indicated on the endorsement Schedule when Coverage C is written without a limit, or when the Utility Interruption limit is not equal to the limit for Coverage C.

**Endorsement** -- Attach endorsement BP 0662 and indicate the utility service(s) and the limit(s) on the endorsement Schedule or on the declarations.

### 8.28.3 Premium Development

Separate rating information is provided for Power, Electricity, Steam, or Gas Supply; Communication Supply; Water Supply; and Overhead Transmission Lines. Develop separate Property Damage and Time Element charges for each type of utility service that applies.

Rating information is also provided in the Countrywide Rating Information section of this manual for the peril of Earthquake. Include this charge when the Earthquake and Volcanic Eruption Coverage endorsement (BP 0332) is attached to the policy.

#### **Property Damage**

Step 1 -- Add together the Property Damage Utility Interruption rating information shown in the Countrywide Rating Information section of this manual for all applicable utility services.

Step 2 -- When form BP 0200 applies, add the additional Special Policy Building and Business Personal Property Additional Charges shown in the Countrywide Rating Information section of this manual to the result of Step 1.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Step 3 -- Multiply the result of Step 2 by the Utility Interruption - Property Damage limit of insurance, in thousands.

Step 4 -- Multiply the result of Step 3 by the Deductible Factor shown in either Rule 6.1 or Rule 6.2, whichever is applicable.

### Time Element

Step 1 -- Add together the Time Element Utility Interruption rating information shown in the Countrywide Rating Information section of this manual for all applicable utility services.

Step 2 -- Multiply the result of Step 1 by the Utility Interruption -Time Element limit of insurance, in thousands.

## 8.29 Valuable Papers And Records

Limited coverage for valuable papers and records is provided in forms BP 0100 and BP 0200. Coverage applies to the insured's valuable papers and records and the valuable papers and records of others that are in the insured's care, custody, and control.

Coverage is provided under forms BP 0100 and BP 0200 at a limit of \$10,000 (unless a higher limit is shown on the declarations) for loss that takes place at the described premises and at a \$5,000 limit for loss that takes place away from the described premises.

The limits for On-Premises coverage can be increased. Make an entry on the declarations for any higher On-Premises limit of insurance that applies.

**Premium Determination --** To determine the additional premium for a higher On-Premises limit, multiply the Standard Policy Business Personal Property rating information by the factor shown in the table for this rule. Multiply the result by the Valuable Papers and Records limit of insurance, in thousands, in excess of \$10,000.

	Factors
Restaurants	0.70
Other Classes	0.49

Table for Rule 8.29

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.30 Building Functional Replacement Cost Valuation

Buildings can be covered on a functional replacement cost basis instead of on a replacement cost basis. The functional replacement valuation terms specify that covered buildings can be replaced with similar property that performs the same function as the covered property, but that costs less. The insured must enter into a contract for the replacement or repair of the covered property within 180 days of the loss unless the company and the insured agree to a greater number of days.

Buildings that are covered on the basis of functional replacement cost are also subject to special terms that address Increased Costs -- Ordinance or Law. When building coverage is provided on a functional replacement cost basis, losses covered under the following Ordinance or Law coverages are included within the applicable limit for each building and are not provided as additional insurance:

- Increased Building Loss -- Value of Undamaged Portions;
- Increased Debris Removal -- Demolition of Undamaged Portions; and
- Increased Cost of Construction.

**Premium Determination** -- Multiply the Standard Policy Building rating information by the applicable factor shown in the table for this rule:

Rate Group		Factor
21		1.30
19, 20, or 29		1.21
All Other, Owner Occupied		1.30
All Other, Lessor's Risk		1.21

Table for Rule 8.30

**Endorsement** -- Attach endorsement BP 0345. Describe the covered building and show the limit that applies on a functional replacement cost valuation basis in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.30.1 Increased Restoration Period

When form BP 0100 or BP 0200 is endorsed to include endorsement BP 0717, Loss of Income Coverage is extended to include the increased amount of time that is necessary to rebuild or replace property in order to meet the requirements of any code, ordinance, law, or decree in effect that regulates or requires the construction, use, repair, or demolition of property.

The coverage provided by endorsement BP 0717 also applies with respect to loss or damage to property described in endorsement BP 0345. Use the rating information provided for Rule 8.22.4 to determine the additional premium.

**Endorsement --** Make an entry on the Schedule of endorsement BP 0345 or on the declarations to indicate that the Loss of Income Increased Restoration Period option applies.

### 8.30.2 Elimination Of 72-Hour Waiting Period

When form BP 0100 or BP 0200 is endorsed to include endorsement BP 0844, the 72-hour waiting period imposed under the following provisions is eliminated:

- definition of restoration period;
- loss of Income Coverage Extension for Interruption by Civil Authority;  
and
- additional Loss of Income Coverage for Earnings from Dependent Locations.

The coverage provided by endorsement BP 0844 also applies with respect to loss or damage to property described in endorsement BP 0345. Use the rating information provided for Rule 8.20.2 to determine the additional premium.

**Endorsement --** Make an entry on the Schedule of endorsement BP 0345 or on the declarations to indicate that the Number of Hours Waiting Period for the Restoration Period is zero.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 8.31 Business Personal Property Functional Replacement Cost Valuation

Business Personal Property can be covered on a functional replacement cost basis instead of on a replacement cost basis. The functional replacement valuation terms specify that covered business personal property can be replaced with equivalent property. The insured must enter into a contract for the replacement or repair of the covered property within 180 days of the loss unless the company and the insured agree to a greater number of days.

The basic policy rating information for business personal property must be adjusted when functional replacement cost option applies.

**Premium Determination** -- Multiply the Standard Policy Business Personal Property rating information by the applicable factor shown in the table for this rule.

Rate Group	Factor
21	1.30
All Other Rate Groups	1.21

Table for Rule 8.31

**Endorsement** -- Attach endorsement BP 0343. Describe the covered business personal property and show the limit that applies on a functional replacement cost valuation basis in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### RULE 9 -- LIABILITY COVERAGE OPTIONS

#### 9.1 Additional Insureds

The liability section of the businessowners policies may require modification in order to extend the insured's liability protection to other persons or entities. This can be accomplished through the use of Additional Insured endorsements.

Coverage for additional insureds is subject to all of the exclusions and conditions found in the liability section of the businessowners policy to which the additional insured endorsement is attached. Each endorsement may contain additional limitations.

**Premium Determination --** Unless otherwise shown in this manual, refer to company for any applicable rating information.

##### 9.1.1 Concessionaires Trading Under The Insured's Name

The definition of insured can be amended to include concessionaires described in the endorsement. This endorsement is used to provide coverage for those concessions or activities in a department store that are owned and conducted by others, but which are operated in the department store's name. Coverage for concessionaires applies only under Coverage L for bodily injury or property damage arising out of the products and completed work hazard.

**Endorsement --** Attach endorsement BP 0709 and identify the applicable concessionaires in the endorsement Schedule or on the declarations.

##### 9.1.2 Controlling Interest

The definition of insured can be amended to include a party who has financial control over the named insured or the described premises during the time that the named insured leases or occupies that premises. Liability due to new construction, demolition, and alterations done by or for the additional insured is excluded.

**Endorsement --** Attach endorsement BP 0702 and identify the described premises and the controlling interest in the endorsement Schedule or on the declarations.

##### 9.1.3 Co-owner Of The Insured Premises

The definition of insured can be amended to include the interests of co-owners of the insured premises for liability arising out of the premises. The co-owners of the premises and the designated premises must be described on the endorsement.

**Endorsement --** Attach endorsement BP 0701 and identify the insured premises and the co-owner of the insured premises in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.1.4 Designated Person Or Organization

The definition of insured can be amended to include the person or organization that belongs to a class that is not otherwise addressed by any specific additional insured endorsement as an additional insured. Such person or organization is an additional insured only for that person's or organization's liability caused either in whole or in part by the named insured's acts or omissions or acts or omissions committed by others on behalf of the named insured.

**Endorsement --** Attach endorsement BP 0841 and identify the designated person or organization and the designated person's or organizations legal interest in the insured's activities, if applicable, in the endorsement Schedule or on the declarations.

### 9.1.5 Engineers, Architects, Or Surveyors

The definition of insured can be amended to include any architect, engineer, or surveyor engaged by the named insured as an additional insured. Coverage is provided only for liability caused either in whole or in part by the named insured's acts or omissions or the acts or omissions committed by others on behalf of the named insured in connection with the named insured's premises or in the performance of the named insured's ongoing work. Professional liability is excluded.

**Endorsement --** Attach endorsement BP 0843.

### 9.1.6 Grantor Of Franchise

The definition of insured can be amended to include a person or organization that grants the insured a franchise for liability arising out of the person's or organization's capacity as grantor.

**Endorsement --** Attach endorsement BP 0499 and identify the grantor of the insured's franchise in the endorsement Schedule or on the declarations.

### 9.1.7 Lessor Of Leased Equipment

The definition of insured can be amended to include the person or organization that is leasing equipment to the named insured as an additional insured. Such person or organization is an additional insured only for that person's or organization's liability caused either in whole or in part by the insured's maintenance, operation, or use of the leased equipment.

**Premium Determination --** To determine the additional premium for each additional insured at each location, select the Lessor of Leased Equipment charge shown in the Countrywide Rating Information section of this manual that corresponds to the occupancy of the insured.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Endorsement --** Attach a separate copy of endorsement BP 0842 for each Lessor of Leased Equipment and identify the party from whom the equipment is being leased in the endorsement Schedule or on the declarations.

### 9.1.8 Lessor Of Premises

The definition of insured can be amended to include as an additional insured the owner or manager of the premises (lessor) that is being leased by the named insured (lessee) for liability caused either in whole or in part by the named insured's acts or omissions or acts or omissions committed by others on behalf of the named insured in connection with the named insured's premises. Liability due to new construction, demolition, and alterations done by or for the additional insured is excluded.

**Premium Determination --** To determine the additional premium for each additional insured at each location, select the Lessor of Premises charge shown in the Countrywide Rating Information section of this manual that corresponds to the occupancy of the insured.

**Endorsement --** Attach endorsement BP 0845 and indicate the portion of the premises that is leased to the insured and the name of the lessor in the endorsement Schedule or on the declarations.

### 9.1.9 Mortgagee, Assignee, Or Receiver

The definition of insured can be amended to include the interests of mortgagees, assignees, or receivers for liability arising out of the premises that the named insured owns, maintains, or uses. Liability due to new construction, demolition, and alterations done by or for the additional insured is excluded.

**Endorsement --** Attach endorsement BP 0703 and describe the premises and the Mortgagee, Assignee, or Receiver in the endorsement Schedule or on the declarations.

### 9.1.10 Newly Acquired Organizations

The definition of insured can be amended to include organizations newly acquired or formed by the insured for the first 90 days after the date of the organization's acquisition or formation.

**Endorsement --** Attach endorsement BP 0738.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.1.11 Owner Or Lessor Of Leased Land

The definition of insured can be amended to include the owners or lessors of land that is leased to the named insured. Liability due to new construction, demolition, and alterations done by or for the additional insured is excluded.

**Endorsement --** Attach endorsement BP 0307 and describe the portion of land that is being leased to the insured and the party from whom it is being leased in the endorsement Schedule or on the declarations.

### 9.1.12 State Or Political Subdivisions -- Premises Permits

The definition of insured can be amended to include a state or political subdivision that has issued a permit to the named insured but only with respect to the hazards described in the endorsement, as they pertain to premises owned or rented by the insured.

**Endorsement --** Attach endorsement BP 0704 and identify the State or Political Subdivision in the endorsement Schedule or on the declarations.

### 9.1.13 Townhouse Associations

The definition of insured can be amended to include each individual townhouse owner for liability arising out of membership in townhouse associations.

**Endorsement --** Attach endorsement BP 0334.

### 9.1.14 Vendors

The definition of insured can be amended to include a vendor of the named insured's products. Limited products liability coverage is provided for such vendors. However, that vendor is not an insured for any injury or damage arising out of that vendor's sole negligence.

**Endorsement --** Attach endorsement BP 0708 and identify the vendor and the vendor's products in the endorsement Schedule or on the declarations.

## 9.2 Aggregate Limits Of Insurance -- Per Location

The general aggregate limit can apply separately to each of the insured's locations.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0747.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.3 Asbestos Exclusion

The liability section of the businessowners policies may be endorsed to exclude injury or damage that arises out of asbestos, asbestos products, asbestos fibers, or asbestos dust.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0839.

### 9.4 Construction Defects

#### 9.4.1 Exclusion -- Damage To Work Performed By The Insured Or On The Insured's Behalf

Liability coverage can be excluded for property damage to the insured's work if the property damage arises out of the insured's work and is done by a subcontractor.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0680.

#### 9.4.2 Exclusion -- Damage To Work Performed By The Insured Or On The Insured's Behalf -- Designated Locations Or Projects

Liability coverage can be excluded for property damage to the insured's work at specific locations, or only with respect to specific projects, if the property damage arises out of the insured's work and is done by a subcontractor.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0681 and show the excluded Locations or Projects in the endorsement Schedule or on the declarations.

#### 9.4.3 Exclusion -- Exterior Insulation And Finish Systems

Liability coverage can be excluded for injury or damage that arises out of an exterior insulation and finish system (EIFS), as defined in the endorsement.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0678.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.5 Contractual Liability Coverage

#### 9.5.1 Contractual Liability Coverage Limitation

The contractual liability coverage can be limited to only these specific types of contracts:

- Leases of premises;
- Easement agreements;
- Promises to indemnify municipalities;
- Sidetrack agreements; or
- Elevator maintenance agreements.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0725.

#### 9.5.2 Amendment Of The Definition Of Covered Contract

With respect to miscellaneous contracts or agreements relating to the conduct of the insured's business, the definition of covered contract can be amended to limit coverage to bodily injury or property damage that is caused by the named insured or those acting on behalf of the named insured.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0753.

#### 9.5.3 Leased Premises Limitation

Contractual liability coverage assumed under a lease of premises can be limited to only the premises shown in the Schedule.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0727 and identify the Leased Premises in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.6 Coverage P -- Personal And Advertising Injury Coverage Excluded

Coverage P - Personal and Advertising Injury Coverage can be excluded from a Businessowners policy.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0726.

### 9.7 Cross Liability Exclusion

Coverage for bodily injury and personal and advertising injury to an insured can be excluded.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0724.

### 9.8 Customers' Auto Legal Liability Coverage -- Care, Custody, Or Control Exception

Coverage for property damage to a customer's auto left in the insured's care, custody, or control for service, repair, parking, or storage can be added to the policy.

Coverage is subject to separate Each Occurrence and Aggregate Limits, and applies in excess of the deductible shown in the Schedule.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0744 and indicate the Each Occurrence Limit, Aggregate Limit, and deductible amount in the endorsement Schedule or on the declarations.

### 9.9 Definition Of Employee Redefined

The definition of employee can be amended to exclude leased workers. A leased worker is a person leased from a labor leasing firm to perform duties related to the named insured's business.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0723.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.10 Deletion -- Coverage M - Medical Payments

Coverage M - Medical Payments can be deleted for a specific location or a specific classification.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0739 and identify the location of the premises or the classification to which Coverage M does not apply in the endorsement Schedule or on the declarations.

### 9.11 Deletion -- Volunteer Workers

Volunteer workers can be deleted from the definition of insured.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0737.

### 9.12 Employee Benefits Liability Coverage

#### 9.12.1 Coverage Description

Employee benefits liability coverage can be provided to cover damages for injury to an employee caused by a negligent act, error, or omission in the administration of an employee benefits program.

Employee benefits liability coverage applies on a claims made basis. This means that the negligent act, error or omission must occur on or after the retroactive date shown in the Schedule and before the end of the policy period, and the notice of the claim must be made within the policy period (or the extended reporting period).

The Employee Benefits Liability Coverage endorsement contains provisions for the following limits:

**Each Claim Limit** - The Each Claim Limit is the most that will be paid for all damages arising out of a single claim covered under Coverage E.

**Aggregate Limit** - The Aggregate Limit for Coverage E is the most that will be paid during each annual policy period for damages arising out of claims covered under Coverage E. The Aggregate Limit is the same as the Each Claim Limit.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Deductible** - The deductible amount will be deducted from the amount of each claim.

**Premium Determination** -- To determine the additional premium, select the Employee Benefits Liability charge shown in the Countrywide Rating Information section of this manual that corresponds to the desired limits of insurance.

The rating information contemplates a deductible of \$1,000 for each claim. This coverage is not subject to deductible amounts other than \$1,000. Do not apply the policy Deductible Factor.

Refer to company for any applicable rating information for organizations with more than 100 employees.

**Endorsement** -- Attach endorsement BP 0728 and show the limits and any retroactive date that applies in the endorsement Schedule or on the declarations.

### 9.12.2 Extended Reporting Periods

Extended reporting periods allow for injuries that occur after the retroactive date and before the end of the policy period, but the claim is not made until after the policy's expiration.

#### **Basic Extended Reporting Period**

The Basic Extended Reporting Period starts with the end of the policy period and lasts for:

Twelve months for claims arising out of an event that was reported within 60 days after the end of the policy period; or

Sixty days after the end of the policy period for all other claims.

The Basic Extended Reporting Period is provided at no additional charge. No additional endorsement is required.

#### **Supplemental Extended Reporting Period**

The Supplemental Extended Reporting Period extends the time for reporting a claim without limit. The period starts when the basic extended reporting period ends. The additional charge cannot exceed 200% of the annual premium for Coverage E.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### **Supplemental Coverage E -- Employee Benefits Liability Aggregate**

**Limit** - A separate aggregate limit applies to claims first received and recorded during the supplemental extended reporting period. The Supplemental Coverage E - Employee Benefits Liability Aggregate Limit is equal to the aggregate limit shown in the Schedule for Coverage E.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0729 and indicate the premium in the endorsement Schedule or on the declarations.

## **9.13 Employment Practices Liability (Coverage F)**

### **9.13.1 Coverage Description**

Coverage for liability arising out of Employment Practices may be added to the policy to cover damages for injury that results from a wrongful employment practice, such as:

- work related harassment, including sexual harassment;
- wrongful termination and other wrongful acts or omissions pertaining to hiring practices, disciplinary action, evaluations, or representation of the conditions of employment;
- unlawful work related discrimination, including discrimination based on race, gender, age, and other protected classes, as described under federal, state, or local law;
- invasion of privacy;
- employment related defamation or intentional infliction of emotional distress; and
- retaliation.

Employment Practices Liability coverage is provided on a claims made basis, meaning that coverage applies only to claims for injury resulting from wrongful employment practices that occur on or after the Retroactive Date and before the end of the policy period that applies to Coverage F.

Other types of payments or coverage that are automatically provided in conjunction with Employment Practices Liability are:

**Defense Coverage** - The Defense Coverage provided under Employment Practices Liability coverage is subject to the Coverage F - Employment Practices Liability Each Claim and Aggregate Limits shown in the endorsement Schedule.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Supplemental Payments** - Payments for Pre-Judgment and Post-Judgment Interest are not subject to the deductible and apply in addition to the Coverage F - Employment Practices Liability Each Claim and Aggregate Limits shown in the endorsement Schedule.

**Endorsement** -- Attach endorsement BP 0623.

### 9.13.2 Limits

The following separate coverage limits apply to Employment Practices Liability:

**Each Claim Limit** - The Coverage F - Employment Practices Liability Each Claim Limit is the most that will be paid for all damages and related defense costs arising out of a single claim covered under the Employment Practices Liability coverage endorsement.

**Aggregate Limit** - The Coverage F - Employment Practices Liability Aggregate Limit is the most that will be paid during each annual policy period for all damages and related defense costs arising out of all claims covered under the Employment Practices Liability coverage endorsement. The rating information shown in the State Rating Information section of this manual contemplates a Coverage F - Employment Practices Liability Aggregate Limit that is equal to the Coverage F - Employment Practices Liability Each Claim Limit.

Available limits for Employment Practices Liability are:

<u>Each Claim</u>	<u>/</u>	<u>Aggregate</u>
\$ 25,000	/	\$ 25,000
\$ 50,000	/	\$ 50,000
\$ 100,000	/	\$ 100,000
\$ 300,000	/	\$ 300,000
\$ 500,000	/	\$ 500,000
\$1,000,000	/	\$ 1,000,000

Show the applicable limits in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.13.3 Deductible

Employment Practices Liability is subject to a per claim deductible. Only damages and related defense costs in excess of the deductible amount will be paid, subject to the Coverage F - Employment Practices Liability Each Claim and Aggregate limits of insurance.

The following deductible options are available for Employment Practices Liability:

\$ 2,500  
\$ 5,000  
\$ 10,000  
\$ 15,000  
\$ 20,000  
\$ 25,000

Show the applicable deductible amount in the endorsement Schedule or on the declarations.

### 9.13.4 Minimum Premium

Refer to company to determine if the premium for Employment Practices Liability coverage is subject to a minimum premium requirement.

### 9.13.5 Retroactive Date

The claims made coverage provided under the Employment Practices Liability coverage endorsement applies only to claims for injury resulting from wrongful employment practices that occur on or after the Retroactive Date shown in the endorsement Schedule or on the declarations and before the end of the policy period. The claim for damages must be made within the policy period (or the Extended Reporting Period, if applicable).

The Retroactive Date selected should coincide with the original inception date of the Employment Practices Liability coverage endorsement and should be retained on all subsequent renewals of the coverage.

Show the applicable Retroactive Date in the endorsement Schedule or on the declarations.

**Omitting The Retroactive Date** - Coverage may be provided without a Retroactive Date. When no Retroactive Date applies, claims for injury resulting from wrongful employment practices that occurred prior to the inception of the policy would be eligible for coverage, provided such claims are first reported during the policy period (or Extended Reporting Period, if applicable).

If this option is selected, indicate 'None' in the Retroactive Date field in the endorsement Schedule or on the declarations. Refer to company to determine if any premium adjustment applies.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Changing The Retroactive Date** - A change in the Retroactive Date may be prompted by such circumstances as:

- a change in the insured's operations which results in a substantial increase in exposures;
- failure of the insured to provide the company with information material to the company's acceptance of the risk; or
- the insured's request.

If the Retroactive Date is changed, companies are advised to obtain the insured's written consent and written acknowledgment of the right to purchase the Extended Reporting Period prior to making the change. Refer to company to determine if any premium adjustment applies.

### 9.13.6 Additional Insureds

The definition of insured in the Employment Practices Liability coverage endorsement does not automatically include employees, but it can be amended to include employees, as well as any of the other types of entities described in this rule.

**Newly Acquired Organizations** - Includes organizations in which the insured has a majority interest. Coverage is provided for a period of up to 90 days from the date of acquisition.

**All Employees** - Includes supervisory as well as all other employees.

**Supervisory Employees** - Includes only those employees who have management level responsibility and authority.

**Controlling Interests** - Includes persons or organizations that have financial control over the insured, and to whom a liability exposure arising out of the insured's employment practices could result.

**Designated Person Or Organization** - Includes any specified person or organization to whom a liability exposure arising out of the insured's employment practices could result.

Make an entry in the endorsement Schedule or on the declarations to indicate any additional insureds that apply.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.13.7 Extended Reporting Period

For an additional premium, an Extended Reporting Period that begins at the end of the policy period and continues in effect for one, two, or three years following the end of the policy period may be purchased.

A separate Aggregate Limit, equal in amount to the Coverage F - Employment Practices Liability Aggregate Limit, applies to claims that are eligible for coverage under the Extended Reporting Period.

Coverage under the Extended Reporting Period applies only to claims for injury resulting from wrongful employment practices which occurred after the Retroactive Date, if any, and before the end of the policy period, but that are first reported during the Extended Reporting Period.

**Premium Determination --** The additional premium that is charged for the Extended Reporting Period is 200% of the annual premium applicable to Employment Practices Liability coverage during the policy period. Refer to company for the applicable rating information if an Extended Reporting Period term of other than 3 years is selected.

**Endorsement --** Attach endorsement BP 0639 and indicate, in the endorsement Schedule or on the declarations, if the term of the Extended Reporting Period is other than three years.

### 9.13.8 Premium Development

Step 1 -- Determine the total number of full and part-time employees that were employed by the insured during the past 12 months.

Add the total number of full time employees to one half of the total number of part-time employees.

Employees that work less than 20 hours per week are considered to be part-time employees.

Step 2 -- From the State Rating Information section of this manual, select the Employment Practices Liability per employee charge and flat charge, if applicable, for the applicable rate group, total number of employees, and limit of insurance desired. (The rate group assignments for Employment Practices Liability coverage correspond to the 'Prop' rate group assignments in the Classification Table that are used to determine the basic Businessowners premium.)

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Step 3 -- Use the following rating step that corresponds to the total number of employees:

<u>Total Number Of Employees</u>	<u>Rating Step</u>
25 or Less	Multiply the per employee charge selected in Step 2 by the total number of employees.
26 to 50	Multiply the per employee charge selected in Step 2 by the number of employees that exceed 25 and add the result to the flat charge shown for the first 25 employees.
51 to 100	Multiply the per employee charge selected in Step 2 by the number of employees that exceed 50 and add the result to the flat charge shown for the first 50 employees.
More than 100	Refer to company for any applicable rating information.

Step 4 -- To reflect the maturity of the risk, determine the number of years that Employment Practices Liability coverage will have been in effect on a claims made basis as of the end of the policy period, and select the corresponding Claims Made factor from the table below. Multiply the result of Step 3 by the applicable Table A factor.

	Factor
1 Yr	.84
2 Yrs	.92
3 Yrs	.97
4 Yrs	.99
5 Yrs	1.00

Table A for Rule 9.13.8

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Step 5 -- Select the factor shown in Table B for this rule that corresponds to the desired deductible amount for this coverage. Multiply this factor by the result of Step 4.

Limit of Insurance (,000's omitted)	Deductible					
	\$25	\$50	\$100	\$300	\$500	\$1,000
\$2,500	1.000	1.000	1.000	1.000	1.000	1.000
5,000	.927	.939	.950	.961	.965	.968
10,000	---	.818	.850	.882	.896	.905
15,000	---	.757	.800	.843	.861	.873
20,000	---	.696	.750	.804	.826	.841
25,000	---	.635	.700	.765	.791	.810

Table B for Rule 9.13.8

Step 6 -- For each Additional Insured or other factor-rated coverage option that applies, multiply the result of Step 5 by the factor(s) shown in Table C for this rule. If more than one option applies, apply the corresponding factors sequentially.

Additional Insureds		Factor
Newly Acquired Organizations		1.05
All Employees		1.10
Supervisory Employees		1.05
Controlling Interests		1.05
Designated Person or Organization		1.05

Table C for Rule 9.13.8

Step 7 -- Multiply the result of Step 6 by the factor that represents the sum of the applicable premium modification credits and debits described in Rule 9.13.9. If no premium modifications apply, multiply the result of Step 6 by a factor of 1.00.

Step 8 -- Compare the result of Step 7 to the minimum premium specified by the company, if applicable. If the result of Step 7 is equal to or greater than the minimum premium, the result of Step 7 will be the premium for Employment Practices Liability coverage. If the result of Step 7 is less than the minimum premium, the minimum premium will be the premium for Employment Practices Liability coverage.

Step 9 -- Use the Employment Practices Liability premium determined in Step 8 as the basis for calculating the additional premium for the Extended Reporting Period coverage option, when applicable.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.13.9 Premium Modifications

Modify the Employment Practices Liability coverage premium to recognize any of the special characteristics described below that are not fully reflected in the rating information.

The sum of the modifications developed using this table cannot exceed plus or minus 25%.

Convert the total percent developed under this rule to a factor.

<u>SPECIAL CHARACTERISTICS</u>	<u>PREMIUM MODIFICATION</u>
(1) Any claims of wrongful termination, discrimination, or sexual harassment or any related charges or inquiries brought by state or federal authorities against the insured within the past five years	+20%
(2) The insured's Employment Practices Liability Coverage was canceled or non-renewed by another insurance carrier	+5%
(3) The insured's employment policies are periodically reviewed by labor relations counsel	-5%
(4) Turnover rates (ratio of employees that resigned or were forcibly discharged within the past 12 months relative to the number of positions within the company) are: -- Less than 5% -- 5 - 10% -- 11 - 20% -- Over 20%	-5% 0% +5% +10%
(5) The insured's use and maintenance of records of employment and applications	-5% to +5%
(6) Employee training and awareness with respect to discrimination and sexual harassment within the workplace	-10% to +10%
(7) The insured's financial stability	-5% to +5%
(8) The use of an "At-Will" statement in the insured's employment policy	-5% to +5%

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.14 Exclusion -- Abuse Or Molestation

Coverage can be excluded for injury or damage due to the actual or threatened abuse or molestation of any person while in the care, custody, or control of an insured.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0736.

### 9.15 Expanded Coverage For Property Damage To Rented Premises

Forms BP 0100 and BP 0200 include Coverage O, which provides fire legal liability coverage for buildings rented by or loaned to the named insured. The basic limit for Coverage O is \$50,000. Forms BP 0100 and BP 0200 also provide up to \$50,000 in coverage for property damage to short-term rented premises and the contents of such premises. Short-term rented premises are premises which are rented to an insured for a period of seven or fewer successive days. The limit that applies to property damage to short-term rented premises does not apply to damages covered under Coverage O.

The coverages described above can be expanded to apply to property damage to scheduled premises that are either rented to the named insured or that are temporarily occupied by the named insured with the owner's permission. Such coverage is provided only to the extent that the named insured is legally liable for the damage. When this optional coverage applies, neither the terms of Coverage O nor the coverage for short-term rented premises applies to the scheduled premises.

The expanded coverage for property damage to rented premises can be provided at limits of \$50,000 up to \$1,000,000, per occurrence. The limit that applies to the expanded property damage coverage for rented premises is also subject to the policy's General Aggregate Limit and Products/Completed Work Hazard Aggregate Limit.

**Premium Determination --** Use the applicable premium determination method shown below. This coverage is not subject to a deductible. Do not apply the Deductible Factor.

#### Premium Determination

Step 1 --

Pre-calculated -- Select the Standard Policy owner-occupied Building rating information for the applicable rate group.

Factor Rating -- Use Steps 1 and 2 of Rule 7.7.3 to determine the property component of the Standard Policy Building rating information for the applicable rate group.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

Step 2 -- If the rented premises are protected by an automatic sprinkler system, multiply the result of Step 1 by the applicable Protective Device or Services factor shown in Table B for Rule 5.1.

Step 3 -- Multiply the result of Step 2 (or the result of Step 1, if Step 2 does not apply) by the factor shown below:

Factor
0.10

Table for Rule 9.15

Step 4 -- Multiply the result of Step 3 by the selected Expanded Coverage For Property Damage To Rented Premises limit of insurance, in thousands.

**Endorsement** -- Attach endorsement BP 0730. Describe the premises and indicate the per occurrence limit of insurance in the endorsement Schedule or on the declarations.

### 9.16 Fungus And Related Perils Options

#### 9.16.1 Exclusion -- Fungus Or Related Perils

Liability coverage can be excluded for mold-related injury or damage that results from the ingestion of, inhalation of, or exposure to fungus or related perils; clean-up costs or costs for testing; and costs due to claims by governmental authorities. Exceptions apply to bodily injury that results from a fungus cultivated or harvested for human consumption or that results from a food-borne or beverage-borne bacterium that causes illness commonly known as food poisoning.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0676.

#### 9.16.2 Exclusion -- Fungus Or Related Perils - Contracting Operations

When a policy insures a risk that involves contracting operations, liability coverage can be excluded for mold-related injury or damage that arises out of the insured's work and results from the ingestion of, inhalation of, or exposure to fungus or related perils included in the products and completed work hazard; clean-up costs or costs for testing; and costs due to claims by governmental authorities.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0677.

### 9.16.3 Limited Coverage For Fungus Or Related Perils

Coverage for bodily injury and property damage arising out of the ingestion of, inhalation of, or exposure to fungus or related perils can be added to the policy. A separate each occurrence limit and aggregate limit apply to this coverage, subject to the policy each occurrence and aggregate limit.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0679 and show the each occurrence and aggregate limits in the Schedule.

## 9.17 Higher Commercial Liability Limits

### 9.17.1 Higher Each Occurrence Limit

The basic Each Occurrence limit can be increased from \$300,000 to \$500,000, \$1,000,000, or \$2,000,000. Show the applicable Each Occurrence Limit on the declarations.

Rating information for the Basic and Increased Each Occurrence limits for Restaurants (Rate Group 21) is shown separately in the State Rating Information section of this manual.

To increase the Each Occurrence limit for all classifications other than Restaurants, use the applicable premium determination method shown below, based on whether or not the Factor Rating procedures apply.

#### **Premium Determination -- Pre-calculated**

Apply Step 6 of the pre-calculated rating procedures set forth for Business Personal Property (Rule 7.7.2) and, when applicable, for Buildings (Rule 7.7.1).

#### **Premium Determination -- Factor Rating**

Apply Step 7 of the factor rating procedures set forth for Business Personal Property (Rule 7.7.4) and, when applicable, for Buildings (Rule 7.7.3).



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.17.2 Higher Fire Legal Liability Limit

The basic Fire Legal Liability Limit can be increased from \$50,000 up to \$1,000,000, provided that it does not exceed the Each Occurrence limit.

Use the applicable premium determination method shown below, based on whether or not the rented premises are sprinklered and whether or not the Factor Rating procedures apply. This coverage is not subject to a deductible. Do not apply the Deductible Factor.

Factor
0.05

Table for Rule 9.17.2

### Premium Determination -- Pre-calculated

#### Non-Sprinklered Premises

Step 1 -- To determine the additional premium, multiply the Standard Policy owner-occupied Building rating information for the applicable rate group by the applicable Higher Fire Legal Liability factor shown in the Table for Rule 9.17.2.

Step 2 -- Multiply the result of Step 1 by the portion of the selected Fire Legal Liability limit, in thousands, in excess of \$50,000.

#### Sprinklered Premises

Step 1 -- To determine the additional premium, multiply the Standard Policy owner-occupied Building rating information for the applicable rate group by the applicable Protective Device or Services factor shown in Rule 5.1 for sprinklered properties.

Step 2 -- Multiply the result of Step 1 by the factor shown in the table for Rule 9.17.2.

Step 3 -- Multiply the result of Step 2 by the portion of the selected Fire Legal Liability limit, in thousands, in excess of \$50,000.

Show the Fire Legal Liability Limit that applies on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### Premium Determination -- Factor Rating

#### Non-Sprinklered Premises

Step 1 -- Use Steps 1 and 2 of Rule 7.7.3 to determine the property component of the Standard Policy Building rating information for the applicable rate group.

Step 2 -- Multiply the property component of the Standard Policy Building rating information, as determined in Step 1 of this rating procedure, by the factor shown in the table for Rule 9.17.2.

Step 3 -- Multiply the result of Step 2 of this rating procedure by the portion of the selected Fire Legal Liability limit, in thousands, in excess of \$50,000.

#### Sprinklered Premises

Step 1 -- Use Steps 1 and 2 of Rule 7.7.3 to determine the property component of the Standard Policy Building rating information for the applicable rate group.

Step 2 -- Multiply the property component of the Standard Policy Building rating information, as determined in Step 1 of this rating procedure, by the applicable Protective Device or Services factor shown in Rule 5.1 for sprinklered properties.

Step 3 -- Multiply the result of Step 2 of this rating procedure by the factor shown in the table for Rule 9.17.2.

Step 4 -- Multiply the result of Step 3 of this rating procedure by the portion of the selected Fire Legal Liability limit, in thousands, in excess of \$50,000.

### 9.17.3 Higher General Aggregate Limit

The General Aggregate Limit can be increased to three times the Each Occurrence Limit. Show the General Aggregate Limit on the declarations.

The liability rating information must be adjusted when this option applies.

### Premium Determination

Multiply the Restaurant liability rating information shown in the State Rating Information section of this manual by the applicable factor shown in the table for Rule 9.17.3:

	Factor
Restaurants	1.0050
Other Classes	1.0015

Table for Rule 9.17.3

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

For all classifications other than Restaurants, the basic policy rating information for Business Personal Property must be adjusted when this option applies. The basic Building rating information must also be adjusted when the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29. Use the applicable adjustment method or methods shown below, based on whether or not the Factor Rating procedures apply.

### Pre-calculated

- Multiply the Standard Policy Business Personal Property rating information shown in the State Rating Information section of this manual by the factor shown in the table for Rule 9.17.3.
- When the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, multiply the Standard Policy Building rating information shown in the State Rating Information section of this manual by the factor shown in the table for Rule 9.17.3.

### Factor Rating

- Use the factor shown in the table for Rule 9.17.3 to modify the rating information in Step 8 of the rating procedures set forth for Business Personal Property (Rule 7.7.4)
- When the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, use the factor shown in the table for Rule 9.17.3 to modify the rating information in Step 9 of the rating procedures set forth for Buildings (Rule 7.7.3).

### 9.18 Liability Exclusion -- Designated Premises Or Operations

Liability coverage can be excluded for premises shown in the Schedule, including the necessary and incidental operations associated with that premises, and any products originating from that premises.

Liability coverage can also be excluded for an operation shown in the Schedule, including the products and completed work hazard that arise from that operation.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0720 and identify the excluded Premises and/or the excluded Operation in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.19 Limitation Of Coverage -- Designated Premises Or Project

Liability coverage can be limited to premises that are described in the Schedule, including operations that are necessary and incidental to the described premises, or to projects that are described in the Schedule.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0309 and identify the Designated Premises or Project in the endorsement Schedule or on the declarations.

### 9.20 Liquor Liability Amendments

#### 9.20.1 Expanded Liquor Liability Exclusion

The liquor liability exclusion can be amended to apply when the named insured manufactures, sells, or distributes alcoholic beverages; furnishes or serves alcoholic beverages for a charge; or furnishes or serves alcoholic beverages without a charge, if the activity requires a license.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0742.

#### 9.20.2 Expanded Liquor Liability Exclusion -- With Exception For Scheduled Activities

The liquor liability exclusion can be amended to apply when the named insured manufactures, sells, or distributes alcoholic beverages; furnishes or serves alcoholic beverages for a charge; or furnishes or serves alcoholic beverages without a charge if the activity requires a license. An exception to the exclusion applies to activities designated in the Schedule.

**Premium Determination --** Refer to company for any applicable rating information.

**Endorsement --** Attach endorsement BP 0743 and identify the Designated Activities to which the exclusion will not apply in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.21 Motor Vehicle And Mobile Equipment

#### 9.21.1 Motor Vehicle Financial Responsibility Laws

Motor vehicle financial responsibility laws that require certain auto-related coverages and/or proof of financial responsibility to be provided for mobile equipment for which liability coverage is provided can be met by the addition of a special condition to the Commercial Liability Coverage section of the policy.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0641. Do not attach endorsement BP 0641 if endorsement BP 0833 has been added to the policy.

#### 9.21.2 Auto And Mobile Equipment Amendments

The policy can be endorsed to indicate that a land motor vehicle subject to compulsory or financial responsibility laws or other motor vehicle insurance laws in the state where it is licensed or principally garaged is considered an auto, rather than mobile equipment.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0833.

### 9.22 Non-owned/Hired Automobiles

Non-owned auto liability coverage and/or hired auto liability coverage can be provided as an extension of Coverage L. The terms for both coverages are included within a single endorsement, but each coverage applies only if a corresponding limit is shown in the endorsement Schedule or on the declarations.

#### 9.22.1 Non-owned Auto Liability Coverage/Hired Auto Liability Coverage

Non-owned auto liability provides coverage for bodily injury or property damage caused by an auto that the named insured does not own, lease, hire, or borrow, but which is used in connection with the named insured's business. Use of a non-owned auto by the named insured is not covered.

Hired auto liability provides coverage for bodily injury or property damage caused by an auto the named insured leases, hires, or borrows on an occasional basis. It does not include autos that the named insured leases, hires, or borrows from its employees or its partners or executive officers.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

**Premium Determination** -- To determine the additional premium, select from the Countrywide rating information shown in this manual, the Non-owned/Hired Automobile charge that corresponds to the Each Occurrence limit of insurance.

**Endorsement** -- Attach endorsement BP 0333 and indicate, in the endorsement Schedule or on the declarations, the premium charge that applies to each coverage being purchased.

### 9.22.2 Expanded Non-owned Auto Liability Coverage/Hired Auto Liability Coverage

When expanded non-owned auto liability coverage is provided, the named insured's use of a non-owned auto is also covered.

**Premium Determination** -- To determine the additional premium, select the Non-owned/Hired Automobile charge that corresponds to the Each Occurrence limit of insurance from the Countrywide rating information shown in this manual.

**Endorsement** -- Attach endorsement BP 0605 and indicate the premium charge that applies to each coverage being purchased in the endorsement Schedule or on the declarations.

## 9.23 Pollution Exclusion Options

### 9.23.1 Pollution Exclusion -- With Exception For A Short-Term Pollution Event

The pollution exclusion can be amended to provide limited coverage for bodily injury or property damage that arises out of a pollution event which ends within 48 hours of when it began.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0745.

### 9.23.2 Pollution Exclusion -- With Exception for Designated Pollutants

The pollution exclusion can be amended to provide limited coverage for bodily injury or property damage that arises out of the discharge, dispersal, seepage, release, escape, or migration of a specific pollutant described in the endorsement Schedule or on the declarations.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0746 and describe the exempted pollutant in the endorsement Schedule or on the declarations.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.23.3 Total Pollution Exclusion

The pollution exclusion can be expanded to exclude coverage for all bodily injury and property damage liability that results from pollutants. All clean up costs are also excluded.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0748.

### 9.23.4 Total Pollution Exclusion -- With Exceptions For Heating Equipment And Hostile Fire

The pollution exclusion can be expanded to exclude coverage for all bodily injury and property damage liability and clean up costs that result from pollutants except for bodily injury or property damage arising out of the heat, smoke, or fumes of a hostile fire and fumes or vapor from building heating equipment.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0749.

### 9.23.5 Limited Pollution Liability Extension

The pollution exclusion can be amended to provide limited pollution coverage. Coverage is subject to a separate Aggregate Limit.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0751 and indicate the applicable Aggregate Limit in the endorsement Schedule or on the declarations.

## 9.24 Professional Liability

### 9.24.1 Cosmetologists' Liability Coverage

Coverage can be added to forms BP 0100 or BP 0200 for bodily injury, property damage, or personal and advertising injury arising from the professional services provided by a cosmetologist.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0721.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.24.2 Funeral Directors' Professional Liability Coverage

Coverage L can be extended to apply to bodily injury, including mental anguish, and property damage arising from the professional services provided by a funeral director.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0741.

### 9.24.3 Optical And Hearing Aid Establishments

Coverage can be added to forms BP 0100 or BP 0200 for bodily injury, property damage, or personal and advertising injury arising from professional services provided in connection with an optical or hearing aid establishment.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0719.

### 9.24.4 Pharmacists' Professional Liability Coverage

Coverage can be added to forms BP 0100 or BP 0200 for bodily injury, property damage, or personal and advertising injury arising from the professional services provided by a pharmacist.

**Premium Determination** -- To determine the additional premium, multiply the pharmacy's annual gross receipts, in thousands, by the loss costs shown in the Countrywide Rating Information section of this manual. (Gross receipts means total amounts collected from customers for prescriptions, drugs, medical equipment or devices, health care products, and pharmacy professional services.)

**Endorsement** -- Attach endorsement BP 0718.

### 9.24.5 Printers' Errors And Omissions Liability

Coverages L and P can be extended to apply to negligent acts, errors, or omissions arising from the printing services provided by the insured.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0733.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### 9.24.6 Veterinarians' Professional Liability

Coverage L can be extended to apply to acts, errors, or omissions arising from the professional veterinary services provided in connection with the insured's veterinary practice.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0732.

### 9.25 Punitive Damages Exclusion

Punitive, exemplary, and vindictive damages can be excluded from the liability coverage provided under a Businessowners policy.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0722.

### 9.26 Silica Exclusion

The liability section of the Businessowners policies may be endorsed to exclude injury or damage that arises out of silica or silica dust.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0838.

### 9.27 Telephone Consumer Protection Act of 1991, CAN-SPAM Act of 2003, And Other Information Distribution Violations Exclusion

The liability section of the Businessowners policies may be endorsed to exclude injury or damage that arises out of violations of the Telephone Consumer Protection Act of 1991 (TCPA), the CAN-SPAM Act of 2003, and other federal, state, or local laws that prohibit the communication, transmitting, sending or distribution of material or information.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0840.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**COUNTRYWIDE**

**RULE 10 -- INDIVIDUAL RISK PREMIUM MODIFICATIONS**

The following modifications can be applied to recognize special characteristics of the risk that are not fully reflected in the rating information.

The sum of credits or debits developed using the following table cannot exceed 25%.

Convert the total credit or debit developed under this rule to a factor and apply to the total policy premium after all other rating procedures have been completed.

<u>RISK VARIATIONS</u>		<b>RANGE OF MODIFICATIONS</b>		
		<u>CREDIT</u>		<u>DEBIT</u>
(1)	Care and condition of equipment and premises	-10%	to	+10%
(2)	Classification variations	-10%	to	+10%
(3)	Cooperation of owners or operators with recommendations with respect to structural features, segregation, and control of hazards and maintenance of protective equipment	-10%	to	+10%
(4)	Damage and susceptibility	-10%	to	+10%
(5)	Dispersion or concentration	- 5%	to	+ 5%
(6)	Employees: selection, training, supervision, experience	- 5%	to	+ 5%
(7)	Location: accessibility, congestion, and exposures	-10%	to	+10%
(8)	Miscellaneous protective features or hazards	-10%	to	+10%
(9)	Protective devices not otherwise reflected in rates	-10%	to	+10%
(10)	Storage practices and hazardous operations	-10%	to	+10%
(11)	Superior or inferior structural features	-10%	to	+10%
(12)	Past losses relative to number of exposure units and subsequent preventive measures	-10%	to	+10%

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- APARTMENTS -----						
Apartments		20	1	m	3	--
<u>Single Occupancy:</u>						
•Up to 10 units	Bldg. 10000					
	Cont. 10000					
•11-30 units	Bldg. 10002					
	Cont. 10002					
•Over 30 units	Bldg. 10004					
	Cont. 10004					
<u>Multiple Occupancies:</u>						
• Up to 10 units	Bldg. 10010					
Apt., Office, Service (Rate Groups 2-6)	Cont. 10010					
Other	Cont. 10012					
• 11-30 units	Bldg. 10014					
Apt., Office, Service (Rate Groups 2-6)	Cont. 10014					
Other	Cont. 10016					
• Over 30 units	Bldg. 10018					
Apt., Office, Service (Rate Groups 2-6)	Cont. 10018					
Other	Cont. 10020					
----- CONDOMINIUMS -----						
Condominiums						
• Apartment	10101	19	1	m	3	--
• Office	10102	19	1	m	3	--
----- DWELLINGS -----						
• One- to Four-Family Rental Dwellings	10006	20	1	m	3	--

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- OFFICES -----						
Offices		1	1	m	3	--
• Offices occupied exclusively by employees of the insured	Bldg. 20000 Cont. 20000					
• Offices - other	Bldg. 20002					
• Offices - Apt., Service (Rate Groups 2-6)	Cont. 20000					
• Offices - Mercantile or Service Occupancy (Rate Groups 7-10)	Cont. 20002					
----- RESTAURANTS -----						
• Restaurants	50000	21	7	m	2	--
----- RETAIL STORES -----						
• Air Conditioning Supplies (no service)	30201	15	3	m	3	H
• Antiques	30002	15	2	h	1	--
• Appliance Sales - not TV, VCR, etc.	30004	15	4	m	3	H
• Appliance Sales - TV, VCR, etc.	30006	11	10	h	2	H
• Art Galleries	30008	15	1	h	1	--
• Art Supplies	30010	15	2	h	1	--
• Athletic Equip. & Sporting Goods	30012	16	9	h	2	--
• Auto Parts & Accessories	30014	15	3	h	3	--
• Bakeries (no restaurant)	30016	15	1	m	2	--
• Barber & Beauty Supplies	30202	15	2	h	3	--
• Bath Accessories	30203	15	1	m	3	--
• Beverages (no liquor)	30018	15	1	l	2	--
• Bicycle Sales	30020	15	1	m	3	--

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- RETAIL STORES (Cont.) -----						
• Boat Sales	30022	14	2	m	3	--
• Bone, Horn, Ivory Products	30023	15	6	m	1	--
• Bookbinding and Printing Supplies	99024	11	2	h	3	--
• Books and Magazines	30024	15	4	h	3	--
• Building Materials	30026	15	4	h	4	H
• Cameras	30028	15	5	h	2	--
• Candy (no cooking)	30030	15	1	h	2	--
• Carpets & Rugs	30032	11	4	m	4	M
• Catalog or Coupon Redemption	99026	15	4	h	3	--
• China, Glassware & Pottery	30034	15	3	l	1	--
• Clocks	30204	15	2	h	1	--
• Clothing - children & infants	30036	15	6	h	3	--
• Clothing - other than children	30038	15	10	h	3	--
• Coffee	30205	15	1	m	2	--
• Coins or Stamps	30040	15	7	h	3	--
• Computer & Software	30042	15	4	h	2	H
• Confectionery (no cooking)	30030	15	1	h	2	--
• Contractors Equipment	30043	14	4	l	4	--
• Convenience -- Food Sales -- No Gasoline Sales	30044	15	5	m	2	--
• Convenience -- Food & Gasoline Sales	30045	17	5	m	2	--
• Cosmetics, Perfume	30046	15	1	h	3	--
• Curtains and Draperies	99078	15	4	h	3	M
• Dairy Products	30048	15	2	m	2	--
• Delicatessens (no cooking)	30050	15	3	m	3	--
• Department	30052	17	3	m	3	--
• Discount	30054	15	6	h	2	--
• Drug	30056	15	6	m	1	--
• Dry Goods	30058	15	4	h	3	--

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- RETAIL STORES (Cont.) -----						
• Farm Machinery and Equipment	30061	15	1	l	4	--
• Fabrics	30060	15	4	h	3	--
• Feed, Grain, Hay	30062	15	1	h	3	--
• Fence	30063	14	3	l	3	H
• Fertilizer	30065	14	2	h	4	--
• Fire Protection	30069	14	3	l	3	H
• Five & Ten Cent	30064	17	4	h	2	--
• Floor Coverings - no rugs or carpets	30066	11	1	m	3	M
• Florists	30068	15	1	m	1	--
• Fruit or Vegetable	30070	17	1	m	2	--
• Furniture	30072	12	4	h	2	--
• Fur	30074	15	8	h	2	--
• Garden or Lawn Supplies	30076	15	1	h	4	--
• General Stores	30078	15	4	h	2	--
• Gift	30080	15	2	h	1	--
• Glassware, China, Pottery	30034	15	3	h	1	--
• Greeting Cards & Stationery	30082	15	4	h	3	--
• Grocery - less than 3,000 sq. ft.	30084	17	5	m	2	--
• Grocery - other	30086	18	6	m	2	--
• Hardware	30088	14	4	h	2	--
• Health Food	30090	15	5	m	2	--
• Hearing Aid	99032	15	2	h	2	--
• Hobby or Craft	30092	15	2	h	1	--
• Home Improvement	99034	15	4	h	2	H
• Ice Cream or Milk (no cooking)	30048	15	2	m	2	--
• Jewelry - imitation or novelty	30094	14	7	h	2	--
• Jewelry - not imitation or novelty	30096	14	10	h	2	--
• Junk	30097	14	2	h	3	--
• Kitchen Accessories	30206	15	3	m	2	--
• Lamps & Lighting Fixtures	30098	15	6	m	2	M
• Leather Products - not shoes	30100	11	2	h	3	--
• Liquor	30102	15	6	m	1	--

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- RETAIL STORES (Cont.) -----						
• Mail Box or Packaging	30103	14	2	h	3	--
• Mail Order	99042	14	6	h	3	--
• Marble Products	30107	14	2	l	4	--
• Meat, Seafood or Poultry	30104	15	3	m	2	--
• Medical and Surgical Supplies	30105	14	4	h	3	--
• Men's Clothing	30106	15	10	h	3	--
• Metal Products	30212	14	8	m	3	--
• Millinery	30108	15	6	h	3	--
• Musical Instruments	30110	15	4	h	2	--
• News Stands	99050	15	4	h	3	--
• Notions	30207	15	4	h	3	--
• Office Machines or Appliances	30113	14	4	h	3	L
• Office Supplies & Furniture	30112	15	4	h	3	--
• Optical Goods	30116	15	2	h	1	--
• Paint	30118	15	1	h	3	M
• Paper or Rag Products	30117	14	1	h	4	--
• Pawn	30119	15	8	h	2	--
• Pet	30120	15	*	m	2	--
• Photographic Equipment	30028	15	5	h	2	--
• Picture Framing	30208	15	2	h	2	--
• Plumbing Fixtures & Supplies (no installation)	99058	15	3	l	3	H
• Powered Equipment	30123	14	4	m	2	--
• Radio or TV Sales	30122	15	10	h	2	--
• Record or Tape Sales	30124	15	2	h	2	--
• Refreshment Stands (no cooking)	30126	15	7	m	2	--
• Religious Goods	30128	15	2	h	2	--
• Retail - NOC	30130	15	**	m	2	--
• Rug or Carpet	30032	11	4	m	4	--

\* Use BP 0100 only.

\*\* More specific classification needed for Rate Group assignment

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- RETAIL STORES (Cont.) -----						
• Salvage Goods	30134	15	2	h	2	--
• Scientific Tools and Instruments	30135	14	2	h	1	--
• Seed	30137	14	2	h	4	--
• Sewing Machines	99084	15	4	h	3	--
• Shoe	30136	11	4	m	3	--
• Souvenir	30138	15	2	h	1	--
• Sporting Goods & Athletic Equip.	30012	16	9	h	2	--
• Stationery or Paper Products	30139	15	4	h	3	--
• Straw Products	30141	15	4	h	3	--
• Supermarkets - less than 3,000 sq. ft.	30084	17	5	m	2	--
• Supermarkets - other	30086	18	6	m	2	--
• Swimming Pools	30142	14	2	m	3	--
• Tire	30143	15	3	l	4	--
• Tobacco	30144	15	6	h	2	--
• Toys	30146	15	1	h	2	--
• Trophy	30209	15	2	h	2	--
• Vacuum Cleaners	30210	15	4	m	3	--
• Variety	30148	15	3	h	3	--
• Wallpaper	30150	15	1	h	3	M
• Wigs	30211	15	3	h	3	--
• Women's Clothing	30152	15	10	h	3	--
• Wood Products	30154	12	3	h	3	M
----- SERVICE -----						
• Appliance - service, repair	40004	7	6	h	3	H
• Art Studios	40006	3	1	h	2	--
• Auctions - on premises	99020	10	4	h	2	--
• Barber	40008	4	1	h	3	--
• Beauty Parlors	40010	5	1	h	3	--
• Bicycle Repair	40012	9	1	m	3	--
• Camera Repair	40102	7	6	h	2	--
• Copy & Duplicating	40014	2	1	h	3	--



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- SERVICE (Cont.) -----						
• Dental Laboratories	40016	2	1	h	2	--
• Dressmakers	40018	9	6	h	3	L
• Dry Cleaners - receiving	40020	8	6	h	3	--
• Engravers	40022	10	1	h	3	--
• Funeral Homes	40024	6	1	m	1	--
• Laundries - receiving	40026	8	2	m	2	--
• Lithographers	40028	10	1	h	3	--
• Locksmiths	40030	9	4	m	3	L
• Mailing & Addressing	40032	2	1	h	1	--
• Musical Instrument Repair	40103	7	6	h	2	L
• Nail Salons	40101	5	1	h	3	--
• Photo Finishing Laboratories	99054	10	2	h	2	--
• Photographer Studios	40036	6	1	h	2	L
• Printers	40038	10	2	h	3	--
• Shoe Repair	40040	9	4	m	3	--
• Tailors	40042	9	6	h	3	--
• Taxidermists	40046	10	2	h	3	--
• Telephone Answering Service	40104	2	1	m	3	--
• Television or Radio - service	40044	7	6	h	2	--
• Tuxedo Rental	40105	9	6	h	3	--
• Video Tape Rental	40047	9	5	h	2	--
• Watch, Clock, Jewelry Repair	40048	8	5	h	2	--
• Word Processing Service	40106	2	1	m	3	--

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- WAREHOUSES -----						
• Warehouses -- Private	99201	28	4	h	3	--
• Warehouses -- Self-storage lessor's risk only	99071	29	4	h	3	--
• Warehouses -- Other	99203	28	4	h	3	--
----- WHOLESALE -----						
• Appliances - Household -other than DVD, Radio, Stereo, TV,VCR, etc	70020	23	6	h	3	--
• Appliances - Household -DVD, Radio, Stereo, TV, VCR, etc.	70010	23	10	h	2	--
• Automobile Parts and Supplies	70030	23	4	h	3	--
• Baked Goods - No Baking on premises	70040	27	1	h	2	--
• Barber and Beauty Supplies	70050	24	4	h	2	--
• Bookbinding and Printing Supplies	70060	24	1	h	3	--
• Clothing	70070	26	10	h	3	--
• Coins and Stamps	70080	24	7	h	3	--
• Drug	70090	25	6	m	2	--
• Fabric	70100	26	4	h	3	--
• Floor Covering	70110	24	1	m	3	--
• Florists	70120	26	1	h	1	--
• Fruits and Vegetables	70130	27	1	m	3	--

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# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## COUNTRYWIDE

### CLASSIFICATION TABLE

Classification	Stat Code	----- Rate Groups -----				
		Prop	SP	SL	EQ	L
----- WHOLESALE (Cont.) -----						
• Gardening and Light Farming Supplies	70140	23	1	m	3	--
• Grocery	70150	27	5	m	2	--
• Hardware and Tool	70160	23	4	m	2	--
• Hearing Aid	70170	24	2	h	2	--
• Heating or Combined Heating and Air Conditioning Systems or Equipment	70180	23	2	m	3	--
• Hobby, Model Maker, or Artist's Supplies	70190	24	2	h	1	--
• Janitors Supplies	70200	24	1	m	3	--
• Jewelry	70210	22	10	h	3	--
• Meat, Fish, Poultry, or Seafood	70220	27	3	m	2	--
• Office Machines or Appliances	70230	24	4	h	3	--
• Optical Goods	70240	24	2	h	1	--
• Plumbing Supplies and Fixtures	70250	23	3	l	3	--
• Refrigeration Equipment	70260	23	3	m	3	--
• Stationery or Paper Products	70270	24	1	h	3	--
• Tobacco	70280	24	6	h	3	--
• Toy	70290	24	1	h	2	--

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

7 Premium Development

7.7.6 Additional Premium - Off-Premises Operations  
 (per \$1,000 of payroll)

LIABILITY

RATE GROUP*	Limit (Includes \$5,000 Med Pay)			
	\$300,000	\$500,000	\$1,000,000	\$2,000,000
L	\$ 2.43	\$ 2.76	\$ 3.24	\$ 3.83
M	9.37	10.55	12.19	14.10
H	22.81	25.95	30.28	34.75

\*Shown in Column L of Classification Table

**Charge**  
 (per swimming pool)

7.7.7 Additional Premium - Swimming Pools \$400.00

8 Property Coverage Options

8.2 Computer Coverage

**Rating Information**  
 (per \$1,000 of coverage)

Building Construction Type

-- Fire Resistive and Masonry Non-combustible	\$2.28
-- Non-combustible and Joisted Masonry	2.85
-- Frame	3.42

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

**Rating Information**  
 (per \$1,000 of insurance)

8.7 Back-up of Sewers and Drains

\$5.56

**Rating Information**  
 (per \$1,000 of insurance)

8.9 Computer Virus and Hacking

Property Damage

\$0.72

Income Coverage

0.55

8.10 Condominium Loss Assessment

**Rating Information**

Limit	\$1,000	\$5,000	\$10,000	Each Add'l \$5,000
BP 0100	\$2.22	\$3.89	\$5.01	\$0.42
BP 0200	3.34	5.56	6.67	0.83

8.13 Employee Dishonesty

**Limit**

<b>Rating Information</b>	\$5,000	\$10,000	\$25,000	\$50,000
Single Location				
-- Up to 5 employees	\$45.63	\$61.03	\$93.54	\$135.18
-- Each addl employee	4.56	6.28	9.70	13.69
Each Addl Location	5.82	8.73	11.64	17.46

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

8.14 Equipment Breakdown Coverage

	<b>100% Rating Value</b>	<b>Loss Cost</b>		<b>100% Rating Value</b>	<b>Loss Cost</b>
Up to \$	50,000	\$ 110		\$2,500,000	\$ 322
	100,000	133		2,750,000	330
	150,000	148		3,000,000	338
	200,000	161		3,250,000	346
	250,000	171		3,500,000	353
	300,000	179		3,750,000	359
	350,000	187		4,000,000	366
	400,000	194		4,250,000	372
	450,000	201		4,500,000	378
	500,000	207		4,750,000	384
	550,000	212		5,000,000	389
	600,000	217		5,500,000	399
	650,000	222		6,000,000	409
	700,000	227		6,500,000	418
	750,000	231		7,000,000	427
	800,000	235		7,500,000	435
	850,000	239		8,000,000	443
	900,000	243		8,500,000	450
	950,000	246		9,000,000	457
	1,000,000	250		9,500,000	464
	1,100,000	257		10,000,000	471
	1,200,000	263		11,000,000	483
	1,300,000	269		12,000,000	495
	1,400,000	274		13,000,000	506
	1,500,000	279		14,000,000	516
	1,600,000	284		15,000,000	526
	1,700,000	289		16,000,000	536
	1,800,000	294		17,000,000	545
	1,900,000	298		18,000,000	553
	2,000,000	302		19,000,000	562
	2,250,000	312		20,000,000	570

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

8.16 Forgery Coverage

	<b>Limit</b>			
<b>Rating Information</b>	\$5,000	\$10,000	\$25,000	\$50,000
Single Location				
--Up To 5 Employees	\$9.12	\$15.28	\$28.29	\$44.94
--Each Addl Employee	1.82	2.51	3.88	5.48
Each Addl Location	2.33	3.49	4.66	6.98

8.17 Installation Floater Coverage

<b>Job Site Limit</b>	<b>Catastrophe Limit</b> (all job sites and storage locations)	<b>Charge</b>
\$5,000	\$15,000	\$65
10,000	30,000	119
15,000	45,000	171
20,000	60,000	200
25,000	75,000	224
30,000	90,000	257
35,000	105,000	299
40,000	120,000	342
45,000	135,000	385
50,000	150,000	428

**Rating Information**  
 (Per \$1,000 of Insurance)

8.17.2 Testing Coverage \$ 3.00

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

8.18 Installation Tools And Equipment

		<b>Rating Information</b>
		(Per \$1,000 of Insurance)
Limit		
\$ 0 - 5,000		\$18.00
5,001 - 10,000		14.00
10,001 - 25,000		13.00
Each Addl \$1,000 of Insurance		11.00

8.19 Limited Fungus and Related Perils Coverage - Changes

		<b>Rating Information</b>
		(per \$1,000 of insurance)
8.19.1 Increased Limit		\$0.90

		<b>Charge</b>
		(per bldg or per location)
8.19.2 Per Bldg or Location Aggregate Limit		\$10.00

		<b>Charge</b>
		(per location)
8.24 Property Additional Coverage Endorsement (PACE)		\$66.00

		<b>Charge</b>
		(per \$1,000 of insurance)
8.26 Spoilage		
Power Disruption Only		\$5.01
Breakdown and Contamination Only		
- With service agreement		\$8.89
- Without service agreement		12.78
Power Disruption, Breakdown, and Contamination		
- With service agreement		\$12.23
- Without service agreement		15.56



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

8.28 Utility Interruption Coverage

**Rating Information**  
 (per \$1,000 of insurance)

	BP 0100/BP 0200 Bldg & Bus Pers Prop	BP 0200 Special Bldg	BP 0200 Special Pers Prop	BP 0100/BP 0200 Earthquake Bldg & Bus Pers Prop
<u>Utility</u>				
Power, Electricity, Steam, or Gas Supply	\$ 0.33	\$ 0.06	\$ 0.22	\$ 0.11
Overhead Transmission Lines	0.25	0.06	0.22	0.33
Communication Supply	0.33	0.06	0.22	0.11
Overhead Transmission Lines	0.27	0.06	0.22	0.33
Water Supply	0.25	0.06	0.22	0.11

**Rating Information**  
 (per \$1,000 of insurance)

	BP 0100 Time Element	BP 0200 Time Element	Earthquake Time Element
<u>Utility</u>			
Power, Electricity, Steam, or Gas Supply	\$ 0.34	\$ 0.48	\$ 0.29
Overhead Transmission Lines	0.26	0.83	0.57

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

8 Property Coverage Options (cont'd.)

8.28 Utility Interruption Coverage (Cont'd.)

**Rating Information**

(per \$1,000 of insurance)

<u>Utility</u>	BP 0100 Time Element	BP 0200 Time Element	Earthquake Time Element
Communication Supply	\$ 0.34	\$ 0.60	\$ 0.57
Overhead Transmission Lines	0.28	0.85	0.57
Water Supply	0.26	0.43	0.29

9 LIABILITY COVERAGE OPTIONS

**Charge**

9.1.7 Lessor of Leased Equipment (per add'l insured, per location)

Apartment or Office Risks	\$ 5.00
All Other Risks	15.00

9.1.8 Lessor of Premises

Apartment or Office Risks	\$ 5.00
All Other Risks	15.00

9.12.1 Employee Benefits Liability Coverage

Limits <u>Each Claim/Aggregate</u>	<b>Charge</b> (per policy)
\$25,000/\$25,000	\$ 93.00
\$50,000/\$50,000	111.00
\$100,000/\$100,000	136.00
\$300,000/\$300,000	173.00
\$500,000/\$500,000	195.00
\$1,000,000/\$1,000,000	214.00

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 COUNTRYWIDE  
 LOSS COST RATING INFORMATION

RULE

9 LIABILITY COVERAGE OPTIONS (Cont'd.)

9.22.1 Non-owned/Hired Automobile Liability Coverage  
 and

	<b>Charge</b>			
<b>Limit</b>	\$300,000	\$500,000	\$1,000,000	\$2,000,000
Hired Auto Liability	\$15.00	\$17.00	\$20.00	\$21.00
Non-owned Auto Liability	30.00	35.00	40.00	42.00

9.24.4 Pharmacists' Professional Liability Coverage

<b>Limit</b>	<b>Charge</b> (per \$1,000 of gross receipts)
\$300,000	\$ 0.59
500,000	0.68
1,000,000	0.76
2,000,000	0.90

## AMERICAN ASSOCIATION OF INSURANCE SERVICES

### MANUAL REVISION PAGES -- ILLINOIS

#### This Revision Will Not Be Sent To Companies On An Automatic Basis

Companies must specifically request this manual revision from AAIS using the appropriate order form.

State	<u>Illinois</u>
Line	<u>Businessowners Program</u>
Manual Revision Number	<u>07 11</u>

**Summary of Changes - The filing numbers shown for each manual revision apply only to the rules and/or rating information described in the summary for that revision. However, in order to incorporate the new or revised information that was the subject of the filing, other manual pages may also reflect the revision date used to identify the pages that bear the new or revised information.**

Revision 06 09 -- AAIS Filing Number: None. AAIS no longer files rules or rating information or establishes effective dates in this state. Countrywide Rules Manual and Illinois Manual Pages revised.

Revision 12 09 -- AAIS Filing Number: None. AAIS no longer files rules or rating information or establishes effective dates in this state. New optional communicable disease rules added.

Revision 02 10 -- AAIS Filing Number: None. Effective date: 08/01/10. Rules 9.27 Telephone Consumer Protection Act of 1991 and CAN-SPAM Act of 2003 Exclusion, deleted.

Revision 02 11 -- AAIS Filing Number: None. AAIS no longer files rules or rating information or establishes effective dates in this state. Rule 3.16, Civil Unions Amendment, is added.

Revision 03 11 -- AAIS Filing Number: None. AAIS does not file rules or rating information or establish effective dates in this state. New optional Rule 9.23.6, Pollution Exclusion Amendment, is added.

Revision 07 11 -- Rule 3.16, Civil Unions Amendment, has been deleted.

Earthquake Supplement Rev 03 06 -- AAIS Filing Number: None. AAIS no longer files rules or rating information or establishes effective dates in this state. New Earthquake zones are introduced and assigned by ZIP codes.

Terrorism Supplement Rev 01 08 -- AAIS Filing Number: None. AAIS no longer files rules or rating information or establishes effective dates in this state. Terrorism rules and loss cost rating information revised.

#### COUNTRYWIDE RULES MANUAL

Table of Contents .....	Rev 06 09
Index i -- iv .....	Rev 06 09
Rules 1 -- 97 .....	Rev 06 09

## AMERICAN ASSOCIATION OF INSURANCE SERVICES

### MANUAL REVISION PAGES -- ILLINOIS

#### COUNTRYWIDE RULES MANUAL (Cont'd)

Class 1 -- 9 .....	Rev 06 09
Countrywide Rating Information 1 -- 8.....	Rev 06 09

#### STATE MANUAL PAGES

IL Rules 1 -- 4 .....	Rev 06 09
IL Rules 5.....	Rev 02 10
IL Rules 6.....	Rev 06 09
IL Rules 7.....	Rev 07 11
IL TD 1 -- 9.....	Rev 06 09
IL Factor Rating Information - Factors 1 -- 2 .....	Rev 06 09
Illinois Factor Rating Information - Loss Cost Base Amounts 1 .....	Rev 06 09
Illinois Loss Cost Rating Information - Buildings 1 -- 20.....	Rev 06 09
Illinois Loss Cost Rating Information - Business Personal Property 21 -- 40.....	Rev 06 09
Illinois Loss Cost Rating Information - Personal Property Charges 41 -- 42.....	Rev 06 09
Illinois Loss Cost Rating Information - Restaurants (Liability) 43 -- 44 .....	Rev 06 09
Illinois Loss Cost Rating Information - Options 1 -- 4 .....	Rev 06 09

#### SUPPLEMENTS

Earthquake Supplement .....	Rev 03 06
Earthquake Zone Listing 1 -- 17 .....	Rev 03 06
Earthquake ZIP Code Listing 1 -- 6 .....	Rev 03 06
Terrorism Rules Supplement Index i.....	Rev 01 08
Terrorism Rules Supplement Rules 1 -- 14 .....	Rev 01 08
Terrorism Territorial Definitions 1 -- 3.....	Rev 01 08
Terrorism Loss Cost Rating Information 1 -- 2 .....	Rev 01 08

#### SPECIAL INSTRUCTIONS

None

#### COMPANY ACTION

The following describes the company action needed to adopt the rules and rating information in this manual. Also refer to the AAIS *Compliance Guide* for additional filing information. For information about the company action required to adopt the forms and endorsements used with this program, refer to the AAIS bulletins issued to announce their approval/availability.

##### ***Manual Rules and Supplemental Rating Information***

Once properly affiliated for manual rules for this line of insurance, companies:

- can adopt AAIS rules by establishing an effective date and submitting a completed Form RF-3 to the Illinois Division of Insurance (ILDI) within 10 days of their chosen effective date.

Companies are advised to make an internal (drawer) filing to document what AAIS materials are used and their effective date.

## **AMERICAN ASSOCIATION OF INSURANCE SERVICES**

### **MANUAL REVISION PAGES -- ILLINOIS**

#### ***Loss Cost Rating Information***

Once properly affiliated for loss cost rating information for this line of insurance companies,

- can adopt AAIS loss cost rating information filing by establishing an effective date and submitting a completed Form RF-3 to the Illinois Division of Insurance (ILDI) within 10 days of their chosen effective date.

Companies are advised to make an internal (drawer) filing to document what AAIS materials are used and their effective date.

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **ILLINOIS**

### **RULES EXCEPTIONS**

#### **3.8 Mortgagees And Loss Payees**

##### **3.8.2 Loss Payable -- Option 1**

The first paragraph is replaced by the following:

This option can be used if another party has an interest in the insured's real property and that interest can be established by a written contract or other documentary evidence. This option requires the insurer to pay claims jointly to the insured and the loss payee, as their interests may appear. This option does not offer the loss payee any protection if the actions of the insured affect the coverage.

##### **3.8.4 Contract Of Sale -- Option 3**

The first paragraph is replaced by the following:

This option is used when the insured is engaged in the process of buying or selling property, and both the buyer and the seller have insurable interests in the property. This option requires the insurer to pay losses jointly to the insured and the loss payee, as their interests appear. This option does not give the loss payee any protection against actions of the insured that could void coverage.

#### **3.10 Condominium Associations**

The first paragraph is replaced by the following:

When the policy is issued to cover the interests of a condominium association, the policy terms must be amended accordingly.

The Condominium Property Act (Act 605) requires new and renewal policies for residential condominium associations to include the following:

- Property insurance that covers the full replacement cost, including any Increased Costs of Construction due to building code requirements, of the insured property. Insured property includes the common elements, the limited common elements (except as otherwise determined by the board of managers), and the bare walls, floors, and ceilings of the condominium units.

Common elements include fixtures initially installed by the developer that are located within the unfinished interior surfaces of the perimeter walls, floors, and ceilings of the individual units.

# **AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL**

## **ILLINOIS**

Improvements and betterments that were installed in the units by unit owners do not have to be covered under the condominium association's property insurance.

- Property insurance under a 'special perils' cause of loss form. Special perils cause of loss forms provide coverage for direct physical losses that are not specifically limited or excluded.
- General liability insurance, in an amount not less than \$1,000,000, to cover claims arising out of the ownership, existence, management, or use of the condominium property.

The board, the association, the management agent, the respective employees and agents of the aforementioned parties, and all persons acting as agents must be shown as 'insureds' under the General Liability policy. In addition, the developer must be named as an additional insured, but only for liability arising out of his or her capacity as unit owner, manager, board member, or officer. Each individual unit owner must also be named as an additional insured, but only for liability arising out of his or her ownership, existence, management, or use of the common elements.

The General Liability insurance must cover claims of one or more insured parties against other insured parties.

- Fidelity bond coverage in the full amount of association funds and reserves for all persons, including managing agents and their employees, who control and disburse funds of the association.
- Directors and Officers liability coverage for board members, in an amount established by either the association's declaration or bylaws or otherwise deemed reasonable by the board.
- Certificates of insurance naming the association, its board of directors, and its managing agent as additional insureds if the charge for a contractor, or vendor other than a public utility, to carry out its contractual obligations exceeds a cost of \$10,000 per year.

The above requirements may be waived by condominium communities in which all units are restricted to nonresidential use.



# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## ILLINOIS

### 8.12 Earthquake

#### 8.12.3 Earthquake Premium Modifications

Tables D and E are replaced by the following:

	Factor
Building Height	(All Classes)
4 - 7 Stories	1.15
Over 7 Stories	1.20

Table D for Rule 8.12.3

	Factor
Year of Construction	(All Classes)
1940 - 1999	1.24
Prior to 1940	1.43

Table E for Rule 8.12.3

### 9.13 Employment Practices Liability (Coverage F)

#### 9.13.1 Coverage Description

The **Endorsement** instructions are replaced by the following:

**Endorsement** -- Attach endorsement BP 0637.

### 9.22 Non-owned/Hired Automobiles

This rule does not apply.

### 9.24 Professional Liability

#### 9.24.1 Cosmetologists' Liability Coverage

The following provisions are added:

The Cosmetologists' Liability Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Cosmetologists' Liability Coverage.
- **Aggregate Limit** -- The Aggregate Limit for Cosmetologists' Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Cosmetologists' Liability Coverage.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## ILLINOIS

### 9.24.2 Funeral Directors' Professional Liability Coverage

The following provisions are added:

The Funeral Directors' Professional Liability Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Funeral Directors' Professional Liability Coverage.
- **Aggregate Limit** -- The Aggregate Limit for Funeral Directors' Professional Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Funeral Directors' Professional Liability Coverage.

### 9.24.3 Optical And Hearing Aid Establishments

The following provisions are added:

The Optical and Hearing Aid Establishments Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Optical and Hearing Aid Establishments Coverage.
- **Aggregate Limit** -- The Aggregate Limit for Optical and Hearing Aid Establishments Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Optical and Hearing Aid Establishments Coverage.

### 9.24.4 Pharmacists' Professional Liability Coverage

The following provisions are added:

The Pharmacists' Professional Liability Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Pharmacists' Professional Liability Coverage.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## ILLINOIS

- **Aggregate Limit** -- The Aggregate Limit for Pharmacists' Professional Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Pharmacists' Professional Liability Coverage. The rating information shown in this manual reflects a Pharmacists' Professional Liability Aggregate Limit equal to two times the Pharmacists' Professional Liability Each Occurrence Limit.

### 9.24.5 Printers' Errors And Omissions Liability

The following provisions are added:

The Printers' Errors and Omissions Liability Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Printers' Errors and Omissions Liability Coverage.
- **Aggregate Limit** -- The Aggregate Limit for Printers' Errors and Omissions Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Printers' Errors and Omissions Liability Coverage.

### 9.24.6 Veterinarians' Professional Liability

The following provisions are added:

The Veterinarians' Professional Liability Coverage endorsement sets forth the limits described below. The applicable limits must be shown on the endorsement schedule.

- **Each Occurrence Limit** -- The Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered under the Veterinarians' Professional Liability Coverage.
- **Aggregate Limit** -- The Aggregate Limit for Veterinarians' Professional Liability Coverage is the most that will be paid for each annual policy period for damages arising out of claims covered under the Veterinarians' Professional Liability Coverage.

### 9.27 Telephone Consumer Protection Act of 1991, CAN-SPAM Act of 2003, And Other Information Distribution Violations Exclusion

This rule does not apply.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## ILLINOIS

### ADDITIONAL RULES

The following rules are added:

#### 3.15 Conditional Rules

##### 3.15.1 Mine Subsidence

The Illinois Mine Subsidence Insurance Fund has designated 34 Illinois counties as having a significant mine subsidence exposure. On policies that insure property located in these 34 counties, companies are required to add mine subsidence coverage for residential buildings and commercial buildings.

**Premium Determination** -- Refer to the Illinois Mine Subsidence Insurance Fund for a list of counties where mine subsidence coverage is required, for further information regarding rating of the mine subsidence exposure, and for an insured's options with respect to the waiving of mine subsidence coverage.

**Endorsement** -- Attach endorsement CL 0330 for commercial buildings. Attach endorsement CL 0331 for residential buildings (one to four family dwellings, whether owner-occupied or not owner-occupied).

##### 3.15.2 Nonconforming Home Repair And Remodeling Liability Coverage

Subject to the requirements of the Illinois Home Repair and Remodeling Act, § 815 ILCS 513, Section 25, any person engaged in the business of home repair and remodeling shall obtain and maintain in full force and effect during the operation of the business bodily injury and property damage insurance in the amount of \$10,000 per occurrence for home repair or remodeling not in conformance with applicable State, county, or municipal codes. This does not apply to a person with a net worth of not less than \$1,000,000 as determined on the basis of the person's most recent financial statement, prepared within 13 months.

Coverage is available for home repair and remodeling to a residence that does not conform to the applicable state, county, or municipal building codes that were in effect at the time of the home repair or remodeling. A residence is defined as a single-family home or dwelling; or a multi-family home or dwelling containing six or fewer apartments, condominiums, town houses, or dwelling units; used or intended to be used by occupants as dwelling places. The Act does not apply to the original construction of single-family or multi-family residences or to the repairs to dwellings containing more than six apartments or family units. Coverage is available in the amount of \$10,000 at any one residence in excess of a \$500 deductible. Refer to company for optional higher limits and/or deductible.

# AMERICAN ASSOCIATION OF INSURANCE SERVICES BUSINESSOWNERS MANUAL

## ILLINOIS

**Premium Determination** -- Use the rating information shown in the State Rating Information section of this manual to determine the additional premium charge. Refer to company for any optional higher limit or deductible, and the corresponding rating information.

**Endorsement** -- Attach endorsement BP 0855. Show any optional higher limit and/or deductible in the endorsement schedule.

### 9.23 Pollution Exclusion Options

#### 9.23.6 Pollution Exclusion Amendment

The pollution exclusion can be amended to provide an exception for equipment used to heat, cool, or dehumidify a building, or used to heat water for the occupant of the building.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0865.

### 9.28 Communicable Disease Exclusion

#### 9.28.1 Exclusion -- Communicable Disease

Coverage can be excluded for injury and damage arising out of the transmission of a communicable disease.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0858.

#### 9.28.2 Exclusion -- Communicable Disease -- Limited Products Excepted

Coverage can be excluded for injury and damage arising out of the transmission of a communicable disease. However, there is a limited products exception for products intended for human or animal consumption or topical use.

**Premium Determination** -- Refer to company for any applicable rating information.

**Endorsement** -- Attach endorsement BP 0859.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**TERRITORIAL DEFINITIONS**

<u><b>Territory</b></u>	<u><b>Territory No.</b></u>
Entire State, except as shown	010

**City and County Exceptions**

Adams -- Only the following City

Quincy	050
--------	-----

Champaign -- Only the following Cities

Champaign	100
-----------	-----

Rantoul	050
---------	-----

Urbana	050
--------	-----

Coles -- Only the following Cities

Charleston	050
------------	-----

Mattoon	050
---------	-----

Cook except the following Cities

040
-----

Argo	030
------	-----

Arlington Heights	060
-------------------	-----

Bedford Park	030
--------------	-----

Bellwood	060
----------	-----

Berwyn	060
--------	-----

Blue Island	070
-------------	-----

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Cook except the following Cities (Cont'd)	040
Bridgeview	060
Broadview	110
Brookfield	060
Buffalo Grove	060
Burbank	060
Burnham	030
Calumet City	060
Calumet Park	030
Chicago	140
Chicago Heights	060
Cicero	070
Country Club Hills	060
Des Plaines	060
Dolton	070
Elk Grove Village	060
Elmwood Park	070
Evanston	070
Evergreen Park	070
Forest Park	060

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Cook except the following Cities (Cont'd)	040
Glenview	060
Hanover Park	060
Harvey	060
Harwood Heights	030
Hazel Crest	060
Hickory Hills	060
Hoffman Estates	060
Hometown	030
Homewood	060
La Grange	060
Lansing	060
Lincolnwood	030
Maywood	060
Melrose Park	070
Merrionette Park	030
Midlothian	060
Morton Grove	060
Mount Prospect	110
Niles	070



**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Cook except the following Cities (Cont'd)	040
Norridge	070
Northbrook	060
Oak Forest	060
Oak Lawn	110
Oak Park	130
Orland Park	060
Palatine	060
Palos Hills	060
Park Forest	060
Park Ridge	070
Riverdale	030
River Grove	030
Rolling Meadows	060
Schaumburg	060
Skokie	110
South Holland	060
Stickney	030
Summit	030
Tinley Park	060

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Cook except the following Cities (Cont'd)	040
Westchester	060
Wheeling	060
Wilmette	060
Winnetka	060
DeKalb -- Only the following City	
DeKalb	050
DuPage except the following Cities	150
Addison	080
Carol Stream	080
Chicago	140
Darien	080
Downers Grove	080
Elmhurst	080
Glen Ellyn	080
Hinsdale	080
Lisle	080
Lombard	080
Naperville	080
Oak Brook	080
Villa Park	080
Wheaton	080

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Effingham -- Only the following City	
Effingham	050
Jackson -- Only the following City	
Carbondale	050
Jefferson -- Only the following City	
Mount Vernon	050
Kane except the following Cities	150
Aurora	080
Carpentersville	080
Elgin	080
St. Charles	080
Kankakee -- Only the following City	
Kankakee	050
Knox -- Only the following City	
Galesburg	050
Lake except the following Cities	150
Deerfield	080
Highland Park	080
Lake Forest	080
Libertyville	080
Mundelein	080
Waukegan	080

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
Lee -- Only the following City	
Dixon	050
McDonough -- Only the following City	
Macomb	050
McLean -- Only the following Cities	
Bloomington	050
Normal	050
Macon -- Only the following City	
Decatur	050
Madison -- Only the following Cities	
Alton	050
Granite City	050
Morgan -- Only the following City	
Jacksonville	050
Peoria -- Only the following City	
Peoria	090
Rock Island -- Only the following Cities	
East Moline	050
Moline	090
Rock Island	090

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**City and County Exceptions (Cont'd)**

<b><u>Territory</u></b>	<b><u>Territory No.</u></b>
St. Clair -- Only the following Cities and Townships	
Belleville	050
Canteen Township (Other than the City of Belleville)	020
Centerville Township	020
East St. Louis	050
East St. Louis Township	020
Sangamon -- Only the following City	
Springfield	120
Stephenson -- Only the following City	
Freeport	050
Tazewell -- Only the following City	
Pekin	050
Vermilion -- Only the following City	
Danville	050
Whiteside -- Only the following City	
Sterling	050
Will except the following Cities	150
Bolingbrook	080
Joliet	080
Winnebago -- Only the following City	
Rockford	120

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL**

**ILLINOIS**

**EARTHQUAKE ZONES**

**REFER TO THE EARTHQUAKE SUPPLEMENT TO DETERMINE  
THE APPLICABLE EARTHQUAKE RATING ZONE BY ZIP CODE**

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 FACTOR RATING INFORMATION -- PROPERTY FACTORS

**PROTECTION RELATIVITIES**

Protected	1.000
Partially Protected	1.427
Unprotected	1.427

**CONSTRUCTION RELATIVITIES**

Frame	1.000
Joist Mas	0.825
Non-comb	0.825
Mas N-c	0.569
Fire Res	0.353

**TERRITORY RELATIVITIES**

Terr	
010	1.000
020	1.000
030	1.000
040	1.000
050	0.877
060	0.877
070	0.877
080	0.877
090	0.877
100	0.83
110	0.83
120	0.83
130	0.83
140	1.328
150	1.000

**RATE GROUP RELATIVITIES**

RG	Bldg	BPP
1	0.657	0.604
2	1.000	1.000
3	1.000	1.000
4	1.000	1.000
5	1.000	1.000
6	1.000	1.000
7	1.043	1.249
8	1.043	1.249
9	1.043	1.249
10	1.043	1.249
11	1.298	1.272
12	1.298	1.291
13	1.298	1.141
14	1.298	1.272
15	1.298	1.272
16	1.298	1.291
17	1.298	1.272
18	1.298	1.291
19APT	0.943	N/A
19OFF	0.774	N/A
20	1.361	N/A
21	2.106	1.928
22	1.250	1.117
23	1.250	1.117
24	1.356	1.286
25	1.356	1.286
26	1.535	1.436
27	1.898	1.874
28	1.704	1.550
29	2.772	N/A

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 FACTOR RATING INFORMATION -- LIABILITY FACTORS

INCREASED LIMIT FACTORS		RATE GROUP RELATIVITIES		
Limit	Factor	RG	Bldg	BPP
\$300,000	N/A	1	0.342	0.770
\$500,000	0.090	2	1.000	1.000
\$1,000,000	0.200	3	1.000	1.053
\$2,000,000	0.400	4	1.000	1.041
		5	1.000	1.867
		6	1.000	3.324
		7	1.364	1.316
		8	1.364	2.270
		9	1.364	4.152
		10	1.364	1.252
		11	1.530	0.844
		12	1.530	0.844
		13	1.530	1.458
		14	1.530	1.458
		15	1.530	2.669
		16	1.530	2.669
		17	1.530	2.398
		18	1.530	3.883
		19APT	1.022	N/A
		19OFF	0.342	N/A
		20	1.022	N/A
		22	0.495	0.657
		23	0.423	0.558
		24	0.167	0.220
		25	0.332	0.440
		26	1.411	1.858
		27	0.167	0.220
		28	0.255	0.590
		29	1.025	N/A

The Liability Loss Cost and Rate Group Relativities for Buildings apply only to lessor's risk exposures and buildings rated under rate groups 19, 20, and 29.



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 FACTOR RATING INFORMATION  
 PROPERTY AND LIABILITY BASE LOSS COST AMOUNTS

<b>PROPERTY BASE AMOUNTS</b>	Bldg	BPP
(Per \$1,000 of Insurance, \$500 Deductible)	\$1.77	\$3.70

<b>SPECIAL POLICY BUILDING RATING INFORMATION</b>	Bldg
(Per \$1,000 of Insurance, \$500 Deductible)	\$0.23

**LIABILITY BASE AMOUNTS**  
 (includes \$5,000 per person medical payments)

Terr	Bldg	BPP
010	\$0.68	\$1.79
020	0.52	1.38
030	0.66	1.70
040	0.63	1.52
050	0.68	1.79
060	0.63	1.52
070	0.66	1.70
080	0.55	1.84
090	0.54	1.38
100	0.68	1.79
110	0.63	1.52
120	0.54	1.38
130	0.66	1.70
140	0.76	1.67
150	0.55	1.84

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 010

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		PROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.16	\$0.96	\$0.96	\$0.66	\$0.41	N/A	N/A	N/A
	LESS	1.40	1.19	1.19	0.89	0.64	0.02	0.05	0.09
2-6	OCC	1.77	1.46	1.46	1.01	0.63	N/A	N/A	N/A
	LESS	2.45	2.14	2.14	1.69	1.31	0.06	0.14	0.27
7-10	OCC	1.85	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.77	2.45	2.45	1.98	1.58	0.08	0.19	0.37
11-18	OCC	2.30	1.90	1.90	1.31	0.81	N/A	N/A	N/A
	LESS	3.34	2.94	2.94	2.35	1.85	0.09	0.21	0.42
*19	APT	2.37	2.07	2.07	1.65	1.28	0.06	0.14	0.28
	OFF	1.60	1.36	1.36	1.01	0.72	0.02	0.05	0.09
*20		3.11	2.68	2.68	2.07	1.55	0.06	0.14	0.28
21		3.73	3.08	3.08	2.12	1.32	N/A	N/A	N/A
22	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A
	LESS	2.55	2.16	2.16	1.60	1.12	0.03	0.07	0.13
23	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A
	LESS	2.50	2.11	2.11	1.55	1.07	0.03	0.06	0.12
24	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A
	LESS	2.52	2.10	2.10	1.48	0.96	0.01	0.02	0.05
25	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A
	LESS	2.63	2.21	2.21	1.59	1.07	0.02	0.05	0.09
26	OCC	2.72	2.24	2.24	1.55	0.96	N/A	N/A	N/A
	LESS	3.68	3.20	3.20	2.51	1.92	0.09	0.19	0.38
27	OCC	3.36	2.77	2.77	1.91	1.19	N/A	N/A	N/A
	LESS	3.48	2.89	2.89	2.03	1.30	0.01	0.02	0.05
28	OCC	3.02	2.49	2.49	1.72	1.07	N/A	N/A	N/A
	LESS	3.19	2.66	2.66	1.89	1.24	0.02	0.03	0.07
*29		5.61	4.75	4.75	3.49	2.43	0.06	0.14	0.28

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 010

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.66	\$1.37	\$1.37	\$0.94	\$0.59	N/A	N/A	N/A
	LESS	1.89	1.60	1.60	1.18	0.82	0.02	0.05	0.09
2-6	OCC	2.53	2.09	2.09	1.44	0.89	N/A	N/A	N/A
	LESS	3.21	2.77	2.77	2.12	1.57	0.06	0.14	0.27
7-10	OCC	2.64	2.17	2.17	1.50	0.93	N/A	N/A	N/A
	LESS	3.56	3.10	3.10	2.43	1.86	0.08	0.19	0.37
11-18	OCC	3.28	2.71	2.71	1.87	1.16	N/A	N/A	N/A
	LESS	4.32	3.75	3.75	2.91	2.20	0.09	0.21	0.42
*19	APT	3.08	2.66	2.66	2.05	1.54	0.06	0.14	0.28
	OFF	2.19	1.85	1.85	1.35	0.92	0.02	0.05	0.09
*20		4.13	3.53	3.53	2.65	1.91	0.06	0.14	0.28
21		5.32	4.39	4.39	3.03	1.88	N/A	N/A	N/A
22	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.50	2.94	2.94	2.13	1.45	0.03	0.07	0.13
23	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.45	2.89	2.89	2.09	1.40	0.03	0.06	0.12
24	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.54	2.94	2.94	2.06	1.32	0.01	0.02	0.05
25	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.65	3.05	3.05	2.18	1.44	0.02	0.05	0.09
26	OCC	3.88	3.20	3.20	2.21	1.37	N/A	N/A	N/A
	LESS	4.84	4.16	4.16	3.17	2.33	0.09	0.19	0.38
27	OCC	4.80	3.96	3.96	2.73	1.69	N/A	N/A	N/A
	LESS	4.91	4.07	4.07	2.84	1.81	0.01	0.02	0.05
28	OCC	4.31	3.55	3.55	2.45	1.52	N/A	N/A	N/A
	LESS	4.48	3.73	3.73	2.62	1.69	0.02	0.03	0.07
*29		7.70	6.48	6.48	4.68	3.17	0.06	0.14	0.28

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 020

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C				\$500	\$1,000	\$2,000
1	OCC	\$1.16	\$0.96	\$0.96	\$0.66	\$0.41	N/A	N/A	N/A	N/A
	LESS	1.34	1.14	1.14	0.84	0.59	0.02	0.04	0.07	0.07
2-6	OCC	1.77	1.46	1.46	1.01	0.63	N/A	N/A	N/A	N/A
	LESS	2.29	1.98	1.98	1.53	1.15	0.05	0.10	0.21	0.21
7-10	OCC	1.85	1.52	1.52	1.05	0.65	N/A	N/A	N/A	N/A
	LESS	2.56	2.23	2.23	1.76	1.36	0.06	0.14	0.28	0.28
11-18	OCC	2.30	1.90	1.90	1.31	0.81	N/A	N/A	N/A	N/A
	LESS	3.09	2.69	2.69	2.10	1.61	0.07	0.16	0.32	0.32
*19	APT	2.20	1.91	1.91	1.48	1.12	0.05	0.11	0.21	0.21
	OFF	1.55	1.31	1.31	0.96	0.66	0.02	0.04	0.07	0.07
*20		2.94	2.52	2.52	1.90	1.38	0.05	0.11	0.21	0.21
21		3.73	3.08	3.08	2.12	1.32	N/A	N/A	N/A	N/A
22	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	N/A
	LESS	2.47	2.08	2.08	1.52	1.04	0.02	0.05	0.10	0.10
23	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	N/A
	LESS	2.43	2.05	2.05	1.48	1.00	0.02	0.04	0.09	0.09
24	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	N/A
	LESS	2.49	2.07	2.07	1.45	0.93	0.01	0.02	0.03	0.03
25	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	N/A
	LESS	2.57	2.15	2.15	1.54	1.02	0.02	0.03	0.07	0.07
26	OCC	2.72	2.24	2.24	1.55	0.96	N/A	N/A	N/A	N/A
	LESS	3.45	2.98	2.98	2.28	1.69	0.07	0.15	0.29	0.29
27	OCC	3.36	2.77	2.77	1.91	1.19	N/A	N/A	N/A	N/A
	LESS	3.45	2.86	2.86	2.00	1.27	0.01	0.02	0.03	0.03
28	OCC	3.02	2.49	2.49	1.72	1.07	N/A	N/A	N/A	N/A
	LESS	3.15	2.62	2.62	1.85	1.20	0.01	0.03	0.05	0.05
*29		5.44	4.58	4.58	3.33	2.27	0.05	0.11	0.21	0.21

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 020

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.66	\$1.37	\$1.37	\$0.94	\$0.59	N/A	N/A	N/A
	LESS	1.84	1.55	1.55	1.12	0.76	0.02	0.04	0.07
2-6	OCC	2.53	2.09	2.09	1.44	0.89	N/A	N/A	N/A
	LESS	3.05	2.61	2.61	1.96	1.41	0.05	0.10	0.21
7-10	OCC	2.64	2.17	2.17	1.50	0.93	N/A	N/A	N/A
	LESS	3.35	2.88	2.88	2.21	1.64	0.06	0.14	0.28
11-18	OCC	3.28	2.71	2.71	1.87	1.16	N/A	N/A	N/A
	LESS	4.08	3.50	3.50	2.66	1.95	0.07	0.16	0.32
*19	APT	2.91	2.50	2.50	1.89	1.37	0.05	0.11	0.21
	OFF	2.13	1.79	1.79	1.29	0.87	0.02	0.04	0.07
*20		3.97	3.37	3.37	2.49	1.75	0.05	0.11	0.21
21		5.32	4.39	4.39	3.03	1.88	N/A	N/A	N/A
22	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.42	2.86	2.86	2.05	1.37	0.02	0.05	0.10
23	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.38	2.83	2.83	2.02	1.34	0.02	0.04	0.09
24	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.51	2.91	2.91	2.04	1.30	0.01	0.02	0.03
25	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.60	3.00	3.00	2.12	1.38	0.02	0.03	0.07
26	OCC	3.88	3.20	3.20	2.21	1.37	N/A	N/A	N/A
	LESS	4.61	3.93	3.93	2.94	2.10	0.07	0.15	0.29
27	OCC	4.80	3.96	3.96	2.73	1.69	N/A	N/A	N/A
	LESS	4.88	4.04	4.04	2.82	1.78	0.01	0.02	0.03
28	OCC	4.31	3.55	3.55	2.45	1.52	N/A	N/A	N/A
	LESS	4.44	3.69	3.69	2.58	1.65	0.01	0.03	0.05
*29		7.54	6.31	6.31	4.52	3.01	0.05	0.11	0.21

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 030

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C				\$500	\$1,000	\$2,000
1	OCC	\$1.16	\$0.96	\$0.96	\$0.66	\$0.41	N/A	N/A	N/A	N/A
	LESS	1.39	1.19	1.19	0.89	0.64	0.02	0.05	0.09	0.09
2-6	OCC	1.77	1.46	1.46	1.01	0.63	N/A	N/A	N/A	N/A
	LESS	2.43	2.12	2.12	1.67	1.29	0.06	0.13	0.26	0.26
7-10	OCC	1.85	1.52	1.52	1.05	0.65	N/A	N/A	N/A	N/A
	LESS	2.75	2.42	2.42	1.95	1.55	0.08	0.18	0.36	0.36
11-18	OCC	2.30	1.90	1.90	1.31	0.81	N/A	N/A	N/A	N/A
	LESS	3.31	2.91	2.91	2.32	1.82	0.09	0.20	0.40	0.40
*19	APT	2.34	2.05	2.05	1.62	1.26	0.06	0.13	0.27	0.27
	OFF	1.60	1.36	1.36	1.01	0.71	0.02	0.05	0.09	0.09
*20		3.09	2.66	2.66	2.05	1.53	0.06	0.13	0.27	0.27
21		3.73	3.08	3.08	2.12	1.32	N/A	N/A	N/A	N/A
22	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	N/A
	LESS	2.54	2.15	2.15	1.59	1.11	0.03	0.07	0.13	0.13
23	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	N/A
	LESS	2.49	2.11	2.11	1.54	1.06	0.03	0.06	0.11	0.11
24	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	N/A
	LESS	2.51	2.09	2.09	1.48	0.96	0.01	0.02	0.04	0.04
25	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	N/A
	LESS	2.62	2.20	2.20	1.59	1.07	0.02	0.04	0.09	0.09
26	OCC	2.72	2.24	2.24	1.55	0.96	N/A	N/A	N/A	N/A
	LESS	3.65	3.17	3.17	2.48	1.89	0.08	0.19	0.37	0.37
27	OCC	3.36	2.77	2.77	1.91	1.19	N/A	N/A	N/A	N/A
	LESS	3.47	2.88	2.88	2.02	1.30	0.01	0.02	0.04	0.04
28	OCC	3.02	2.49	2.49	1.72	1.07	N/A	N/A	N/A	N/A
	LESS	3.19	2.66	2.66	1.89	1.23	0.02	0.03	0.07	0.07
*29		5.59	4.73	4.73	3.47	2.41	0.06	0.14	0.27	0.27

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 030

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.66	\$1.37	\$1.37	\$0.94	\$0.59	N/A	N/A	N/A
	LESS	1.89	1.60	1.60	1.17	0.81	0.02	0.05	0.09
2-6	OCC	2.53	2.09	2.09	1.44	0.89	N/A	N/A	N/A
	LESS	3.19	2.75	2.75	2.10	1.55	0.06	0.13	0.26
7-10	OCC	2.64	2.17	2.17	1.50	0.93	N/A	N/A	N/A
	LESS	3.54	3.08	3.08	2.40	1.83	0.08	0.18	0.36
11-18	OCC	3.28	2.71	2.71	1.87	1.16	N/A	N/A	N/A
	LESS	4.29	3.72	3.72	2.88	2.17	0.09	0.20	0.40
*19	APT	3.06	2.64	2.64	2.03	1.52	0.06	0.13	0.27
	OFF	2.18	1.84	1.84	1.34	0.92	0.02	0.05	0.09
*20		4.11	3.51	3.51	2.63	1.89	0.06	0.13	0.27
21		5.32	4.39	4.39	3.03	1.88	N/A	N/A	N/A
22	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.49	2.93	2.93	2.12	1.44	0.03	0.07	0.13
23	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.44	2.89	2.89	2.08	1.39	0.03	0.06	0.11
24	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.54	2.94	2.94	2.06	1.32	0.01	0.02	0.04
25	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.65	3.05	3.05	2.17	1.43	0.02	0.04	0.09
26	OCC	3.88	3.20	3.20	2.21	1.37	N/A	N/A	N/A
	LESS	4.81	4.13	4.13	3.14	2.30	0.08	0.19	0.37
27	OCC	4.80	3.96	3.96	2.73	1.69	N/A	N/A	N/A
	LESS	4.91	4.07	4.07	2.84	1.80	0.01	0.02	0.04
28	OCC	4.31	3.55	3.55	2.45	1.52	N/A	N/A	N/A
	LESS	4.48	3.72	3.72	2.62	1.69	0.02	0.03	0.07
*29		7.68	6.46	6.46	4.66	3.15	0.06	0.14	0.27

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 040

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C				\$500	\$1,000	\$2,000
1	OCC	\$1.16	\$0.96	\$0.96	\$0.66	\$0.41	N/A	N/A	N/A	
	LESS	1.38	1.18	1.18	0.88	0.63	0.02	0.04	0.09	
2-6	OCC	1.77	1.46	1.46	1.01	0.63	N/A	N/A	N/A	
	LESS	2.40	2.09	2.09	1.64	1.26	0.06	0.13	0.25	
7-10	OCC	1.85	1.52	1.52	1.05	0.65	N/A	N/A	N/A	
	LESS	2.71	2.38	2.38	1.91	1.51	0.08	0.17	0.34	
11-18	OCC	2.30	1.90	1.90	1.31	0.81	N/A	N/A	N/A	
	LESS	3.26	2.86	2.86	2.27	1.78	0.09	0.19	0.39	
*19	APT	2.31	2.02	2.02	1.59	1.23	0.06	0.13	0.26	
	OFF	1.59	1.35	1.35	1.00	0.70	0.02	0.04	0.09	
*20		3.05	2.63	2.63	2.02	1.49	0.06	0.13	0.26	
21		3.73	3.08	3.08	2.12	1.32	N/A	N/A	N/A	
22	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	
	LESS	2.53	2.14	2.14	1.57	1.09	0.03	0.06	0.12	
23	OCC	2.21	1.83	1.83	1.26	0.78	N/A	N/A	N/A	
	LESS	2.48	2.09	2.09	1.53	1.05	0.02	0.05	0.11	
24	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	
	LESS	2.51	2.09	2.09	1.47	0.95	0.01	0.02	0.04	
25	OCC	2.40	1.98	1.98	1.37	0.85	N/A	N/A	N/A	
	LESS	2.61	2.19	2.19	1.58	1.06	0.02	0.04	0.08	
26	OCC	2.72	2.24	2.24	1.55	0.96	N/A	N/A	N/A	
	LESS	3.61	3.13	3.13	2.44	1.85	0.08	0.18	0.36	
27	OCC	3.36	2.77	2.77	1.91	1.19	N/A	N/A	N/A	
	LESS	3.47	2.88	2.88	2.02	1.29	0.01	0.02	0.04	
28	OCC	3.02	2.49	2.49	1.72	1.07	N/A	N/A	N/A	
	LESS	3.18	2.65	2.65	1.88	1.23	0.01	0.03	0.06	
*29		5.56	4.70	4.70	3.44	2.38	0.06	0.13	0.26	

SPECIAL POLICY - BUILDING  
\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL  
PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS  
INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON  
MEDICAL PAYMENTS COVERAGE.



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 040

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.66	\$1.37	\$1.37	\$0.94	\$0.59	N/A	N/A	N/A
	LESS	1.88	1.59	1.59	1.16	0.80	0.02	0.04	0.09
2-6	OCC	2.53	2.09	2.09	1.44	0.89	N/A	N/A	N/A
	LESS	3.16	2.72	2.72	2.07	1.52	0.06	0.13	0.25
7-10	OCC	2.64	2.17	2.17	1.50	0.93	N/A	N/A	N/A
	LESS	3.50	3.03	3.03	2.36	1.79	0.08	0.17	0.34
11-18	OCC	3.28	2.71	2.71	1.87	1.16	N/A	N/A	N/A
	LESS	4.24	3.67	3.67	2.83	2.12	0.09	0.19	0.39
*19	APT	3.03	2.61	2.61	2.00	1.49	0.06	0.13	0.26
	OFF	2.17	1.83	1.83	1.33	0.91	0.02	0.04	0.09
*20		4.08	3.48	3.48	2.60	1.86	0.06	0.13	0.26
21		5.32	4.39	4.39	3.03	1.88	N/A	N/A	N/A
22	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.47	2.92	2.92	2.11	1.43	0.03	0.06	0.12
23	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.43	2.87	2.87	2.06	1.38	0.02	0.05	0.11
24	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.53	2.93	2.93	2.06	1.32	0.01	0.02	0.04
25	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.64	3.04	3.04	2.16	1.42	0.02	0.04	0.08
26	OCC	3.88	3.20	3.20	2.21	1.37	N/A	N/A	N/A
	LESS	4.77	4.09	4.09	3.10	2.26	0.08	0.18	0.36
27	OCC	4.80	3.96	3.96	2.73	1.69	N/A	N/A	N/A
	LESS	4.90	4.06	4.06	2.83	1.80	0.01	0.02	0.04
28	OCC	4.31	3.55	3.55	2.45	1.52	N/A	N/A	N/A
	LESS	4.47	3.71	3.71	2.61	1.68	0.01	0.03	0.06
*29		7.65	6.43	6.43	4.63	3.12	0.06	0.13	0.26

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 050

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		FRAME	PROTECTED			FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C	MAS N-C		\$500	\$1,000	\$2,000
1	OCC	\$1.02	\$0.84	\$0.84	\$0.58	\$0.36	N/A	N/A	N/A
	LESS	1.25	1.07	1.07	0.81	0.59	0.02	0.05	0.09
2-6	OCC	1.55	1.28	1.28	0.88	0.55	N/A	N/A	N/A
	LESS	2.23	1.96	1.96	1.56	1.23	0.06	0.14	0.27
7-10	OCC	1.62	1.34	1.34	0.92	0.57	N/A	N/A	N/A
	LESS	2.55	2.26	2.26	1.85	1.50	0.08	0.19	0.37
11-18	OCC	2.02	1.66	1.66	1.15	0.71	N/A	N/A	N/A
	LESS	3.06	2.70	2.70	2.19	1.75	0.09	0.21	0.42
*19	APT	2.16	1.90	1.90	1.53	1.21	0.06	0.14	0.28
	OFF	1.43	1.22	1.22	0.92	0.66	0.02	0.05	0.09
*20		2.81	2.44	2.44	1.90	1.44	0.06	0.14	0.28
21		3.27	2.70	2.70	1.86	1.15	N/A	N/A	N/A
22	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.28	1.94	1.94	1.44	1.02	0.03	0.07	0.13
23	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.23	1.89	1.89	1.39	0.97	0.03	0.06	0.12
24	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.22	1.85	1.85	1.31	0.86	0.01	0.02	0.05
25	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.33	1.96	1.96	1.42	0.97	0.02	0.05	0.09
26	OCC	2.38	1.97	1.97	1.36	0.84	N/A	N/A	N/A
	LESS	3.34	2.93	2.93	2.32	1.80	0.09	0.19	0.38
27	OCC	2.95	2.43	2.43	1.68	1.04	N/A	N/A	N/A
	LESS	3.06	2.55	2.55	1.79	1.15	0.01	0.02	0.05
28	OCC	2.65	2.18	2.18	1.51	0.93	N/A	N/A	N/A
	LESS	2.82	2.36	2.36	1.68	1.11	0.02	0.03	0.07
*29		5.00	4.25	4.25	3.15	2.22	0.06	0.14	0.28

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 060

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		HIGHER LIAB LIMIT		(000)		
			MAS JST	N-C	MAS N-C	FIRE RESIST	\$500	\$1,000	\$2,000
1	OCC	\$1.02	\$0.84	\$0.84	\$0.58	\$0.36	N/A	N/A	N/A
	LESS	1.24	1.06	1.06	0.80	0.58	0.02	0.04	0.09
2-6	OCC	1.55	1.28	1.28	0.88	0.55	N/A	N/A	N/A
	LESS	2.18	1.91	1.91	1.51	1.18	0.06	0.13	0.25
7-10	OCC	1.62	1.34	1.34	0.92	0.57	N/A	N/A	N/A
	LESS	2.48	2.20	2.20	1.78	1.43	0.08	0.17	0.34
11-18	OCC	2.02	1.66	1.66	1.15	0.71	N/A	N/A	N/A
	LESS	2.98	2.63	2.63	2.11	1.68	0.09	0.19	0.39
*19	APT	2.11	1.85	1.85	1.48	1.16	0.06	0.13	0.26
	OFF	1.42	1.21	1.21	0.90	0.64	0.02	0.04	0.09
*20		2.76	2.39	2.39	1.85	1.39	0.06	0.13	0.26
21		3.27	2.70	2.70	1.86	1.15	N/A	N/A	N/A
22	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.25	1.91	1.91	1.42	1.00	0.03	0.06	0.12
23	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.21	1.87	1.87	1.37	0.95	0.02	0.05	0.11
24	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.21	1.84	1.84	1.30	0.85	0.01	0.02	0.04
25	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.32	1.95	1.95	1.41	0.95	0.02	0.04	0.08
26	OCC	2.38	1.97	1.97	1.36	0.84	N/A	N/A	N/A
	LESS	3.27	2.86	2.86	2.25	1.73	0.08	0.18	0.36
27	OCC	2.95	2.43	2.43	1.68	1.04	N/A	N/A	N/A
	LESS	3.05	2.54	2.54	1.78	1.15	0.01	0.02	0.04
28	OCC	2.65	2.18	2.18	1.51	0.93	N/A	N/A	N/A
	LESS	2.81	2.34	2.34	1.67	1.10	0.01	0.03	0.06
*29		4.95	4.20	4.20	3.10	2.17	0.06	0.13	0.26

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 070

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$1.02	\$0.84	\$0.84	\$0.58	\$0.36	N/A	N/A	N/A
	LESS	1.25	1.07	1.07	0.81	0.59	0.02	0.05	0.09
2-6	OCC	1.55	1.28	1.28	0.88	0.55	N/A	N/A	N/A
	LESS	2.21	1.94	1.94	1.54	1.21	0.06	0.13	0.26
7-10	OCC	1.62	1.34	1.34	0.92	0.57	N/A	N/A	N/A
	LESS	2.52	2.24	2.24	1.82	1.47	0.08	0.18	0.36
11-18	OCC	2.02	1.66	1.66	1.15	0.71	N/A	N/A	N/A
	LESS	3.03	2.67	2.67	2.16	1.72	0.09	0.20	0.40
*19	APT	2.14	1.88	1.88	1.51	1.19	0.06	0.13	0.27
	OFF	1.43	1.22	1.22	0.91	0.65	0.02	0.05	0.09
*20		2.79	2.42	2.42	1.88	1.42	0.06	0.13	0.27
21		3.27	2.70	2.70	1.86	1.15	N/A	N/A	N/A
22	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.27	1.93	1.93	1.43	1.01	0.03	0.07	0.13
23	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.22	1.88	1.88	1.38	0.96	0.03	0.06	0.11
24	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.22	1.85	1.85	1.31	0.85	0.01	0.02	0.04
25	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.33	1.96	1.96	1.42	0.96	0.02	0.04	0.09
26	OCC	2.38	1.97	1.97	1.36	0.84	N/A	N/A	N/A
	LESS	3.32	2.90	2.90	2.29	1.77	0.08	0.19	0.37
27	OCC	2.95	2.43	2.43	1.68	1.04	N/A	N/A	N/A
	LESS	3.06	2.54	2.54	1.79	1.15	0.01	0.02	0.04
28	OCC	2.65	2.18	2.18	1.51	0.93	N/A	N/A	N/A
	LESS	2.82	2.35	2.35	1.67	1.10	0.02	0.03	0.07
*29		4.98	4.23	4.23	3.13	2.20	0.06	0.14	0.27

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 080

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$1.02	\$0.84	\$0.84	\$0.58	\$0.36	N/A	N/A	N/A
	LESS	1.21	1.03	1.03	0.77	0.55	0.02	0.04	0.08
2-6	OCC	1.55	1.28	1.28	0.88	0.55	N/A	N/A	N/A
	LESS	2.10	1.83	1.83	1.43	1.10	0.05	0.11	0.22
7-10	OCC	1.62	1.34	1.34	0.92	0.57	N/A	N/A	N/A
	LESS	2.37	2.09	2.09	1.67	1.32	0.07	0.15	0.30
11-18	OCC	2.02	1.66	1.66	1.15	0.71	N/A	N/A	N/A
	LESS	2.86	2.51	2.51	1.99	1.55	0.08	0.17	0.34
*19	APT	2.03	1.77	1.77	1.40	1.08	0.05	0.11	0.22
	OFF	1.39	1.18	1.18	0.87	0.61	0.02	0.04	0.08
*20		2.68	2.31	2.31	1.77	1.31	0.05	0.11	0.22
21		3.27	2.70	2.70	1.86	1.15	N/A	N/A	N/A
22	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.21	1.87	1.87	1.38	0.96	0.02	0.05	0.11
23	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.17	1.83	1.83	1.34	0.92	0.02	0.05	0.09
24	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.20	1.83	1.83	1.29	0.84	0.01	0.02	0.04
25	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.29	1.92	1.92	1.38	0.93	0.02	0.04	0.07
26	OCC	2.38	1.97	1.97	1.36	0.84	N/A	N/A	N/A
	LESS	3.16	2.74	2.74	2.13	1.62	0.07	0.16	0.31
27	OCC	2.95	2.43	2.43	1.68	1.04	N/A	N/A	N/A
	LESS	3.04	2.52	2.52	1.77	1.13	0.01	0.02	0.04
28	OCC	2.65	2.18	2.18	1.51	0.93	N/A	N/A	N/A
	LESS	2.79	2.32	2.32	1.65	1.07	0.01	0.03	0.06
*29		4.87	4.12	4.12	3.01	2.08	0.05	0.11	0.23

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 090

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$1.02	\$0.84	\$0.84	\$0.58	\$0.36	N/A	N/A	N/A
	LESS	1.21	1.03	1.03	0.77	0.54	0.02	0.04	0.07
2-6	OCC	1.55	1.28	1.28	0.88	0.55	N/A	N/A	N/A
	LESS	2.09	1.82	1.82	1.42	1.09	0.05	0.11	0.22
7-10	OCC	1.62	1.34	1.34	0.92	0.57	N/A	N/A	N/A
	LESS	2.36	2.07	2.07	1.66	1.31	0.07	0.15	0.29
11-18	OCC	2.02	1.66	1.66	1.15	0.71	N/A	N/A	N/A
	LESS	2.84	2.49	2.49	1.97	1.54	0.07	0.17	0.33
*19	APT	2.02	1.76	1.76	1.39	1.07	0.05	0.11	0.22
	OFF	1.39	1.18	1.18	0.87	0.61	0.02	0.04	0.07
*20		2.67	2.30	2.30	1.75	1.30	0.05	0.11	0.22
21		3.27	2.70	2.70	1.86	1.15	N/A	N/A	N/A
22	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.21	1.87	1.87	1.37	0.95	0.02	0.05	0.11
23	OCC	1.94	1.60	1.60	1.10	0.69	N/A	N/A	N/A
	LESS	2.17	1.83	1.83	1.33	0.91	0.02	0.05	0.09
24	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.20	1.83	1.83	1.29	0.83	0.01	0.02	0.04
25	OCC	2.11	1.74	1.74	1.20	0.74	N/A	N/A	N/A
	LESS	2.29	1.92	1.92	1.38	0.92	0.02	0.04	0.07
26	OCC	2.38	1.97	1.97	1.36	0.84	N/A	N/A	N/A
	LESS	3.15	2.73	2.73	2.12	1.60	0.07	0.15	0.30
27	OCC	2.95	2.43	2.43	1.68	1.04	N/A	N/A	N/A
	LESS	3.04	2.52	2.52	1.77	1.13	0.01	0.02	0.04
28	OCC	2.65	2.18	2.18	1.51	0.93	N/A	N/A	N/A
	LESS	2.78	2.32	2.32	1.64	1.07	0.01	0.03	0.06
*29		4.86	4.11	4.11	3.00	2.07	0.05	0.11	0.22

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 100	ILLINOIS	STANDARD POLICY
	BUILDING LOSS COSTS (PER \$1,000)	\$500 DED

SPECIAL POLICY - BUILDING  
\$0.23 PER \$1,000 OF INSURANCE

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 110

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$0.97	\$0.80	\$0.80	\$0.55	\$0.34	N/A	N/A	N/A
	LESS	1.18	1.01	1.01	0.76	0.56	0.02	0.04	0.09
2-6	OCC	1.47	1.21	1.21	0.84	0.52	N/A	N/A	N/A
	LESS	2.10	1.84	1.84	1.47	1.15	0.06	0.13	0.25
7-10	OCC	1.53	1.26	1.26	0.87	0.54	N/A	N/A	N/A
	LESS	2.39	2.12	2.12	1.73	1.40	0.08	0.17	0.34
11-18	OCC	1.91	1.57	1.57	1.09	0.67	N/A	N/A	N/A
	LESS	2.87	2.54	2.54	2.05	1.64	0.09	0.19	0.39
*19	APT	2.03	1.79	1.79	1.43	1.13	0.06	0.13	0.26
	OFF	1.35	1.15	1.15	0.86	0.62	0.02	0.04	0.09
*20		2.64	2.29	2.29	1.78	1.35	0.06	0.13	0.26
21		3.10	2.55	2.55	1.76	1.09	N/A	N/A	N/A
22	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.15	1.83	1.83	1.36	0.96	0.03	0.06	0.12
23	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.10	1.78	1.78	1.31	0.92	0.02	0.05	0.11
24	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.10	1.75	1.75	1.24	0.81	0.01	0.02	0.04
25	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.20	1.85	1.85	1.34	0.91	0.02	0.04	0.08
26	OCC	2.26	1.86	1.86	1.28	0.80	N/A	N/A	N/A
	LESS	3.15	2.75	2.75	2.17	1.69	0.08	0.18	0.36
27	OCC	2.79	2.30	2.30	1.59	0.98	N/A	N/A	N/A
	LESS	2.90	2.41	2.41	1.69	1.09	0.01	0.02	0.04
28	OCC	2.51	2.07	2.07	1.43	0.88	N/A	N/A	N/A
	LESS	2.67	2.23	2.23	1.59	1.05	0.01	0.03	0.06
*29		4.72	4.01	4.01	2.96	2.08	0.06	0.13	0.26

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 120

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$0.97	\$0.80	\$0.80	\$0.55	\$0.34	N/A	N/A	N/A
	LESS	1.15	0.98	0.98	0.73	0.53	0.02	0.04	0.07
2-6	OCC	1.47	1.21	1.21	0.84	0.52	N/A	N/A	N/A
	LESS	2.01	1.75	1.75	1.38	1.06	0.05	0.11	0.22
7-10	OCC	1.53	1.26	1.26	0.87	0.54	N/A	N/A	N/A
	LESS	2.27	2.00	2.00	1.61	1.28	0.07	0.15	0.29
11-18	OCC	1.91	1.57	1.57	1.09	0.67	N/A	N/A	N/A
	LESS	2.73	2.40	2.40	1.91	1.50	0.07	0.17	0.33
*19	APT	1.94	1.70	1.70	1.34	1.04	0.05	0.11	0.22
	OFF	1.32	1.12	1.12	0.83	0.59	0.02	0.04	0.07
*20		2.55	2.20	2.20	1.69	1.26	0.05	0.11	0.22
21		3.10	2.55	2.55	1.76	1.09	N/A	N/A	N/A
22	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.10	1.78	1.78	1.31	0.92	0.02	0.05	0.11
23	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.07	1.74	1.74	1.27	0.88	0.02	0.05	0.09
24	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.08	1.73	1.73	1.22	0.79	0.01	0.02	0.04
25	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.17	1.82	1.82	1.31	0.88	0.02	0.04	0.07
26	OCC	2.26	1.86	1.86	1.28	0.80	N/A	N/A	N/A
	LESS	3.02	2.62	2.62	2.05	1.56	0.07	0.15	0.30
27	OCC	2.79	2.30	2.30	1.59	0.98	N/A	N/A	N/A
	LESS	2.88	2.39	2.39	1.68	1.08	0.01	0.02	0.04
28	OCC	2.51	2.07	2.07	1.43	0.88	N/A	N/A	N/A
	LESS	2.64	2.20	2.20	1.56	1.02	0.01	0.03	0.06
*29		4.63	3.92	3.92	2.87	1.99	0.05	0.11	0.22

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 130

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$0.97	\$0.80	\$0.80	\$0.55	\$0.34	N/A	N/A	N/A
	LESS	1.19	1.02	1.02	0.78	0.57	0.02	0.05	0.09
2-6	OCC	1.47	1.21	1.21	0.84	0.52	N/A	N/A	N/A
	LESS	2.13	1.87	1.87	1.50	1.18	0.06	0.13	0.26
7-10	OCC	1.53	1.26	1.26	0.87	0.54	N/A	N/A	N/A
	LESS	2.43	2.17	2.17	1.77	1.44	0.08	0.18	0.36
11-18	OCC	1.91	1.57	1.57	1.09	0.67	N/A	N/A	N/A
	LESS	2.92	2.58	2.58	2.10	1.68	0.09	0.20	0.40
*19	APT	2.06	1.82	1.82	1.46	1.16	0.06	0.13	0.27
	OFF	1.36	1.16	1.16	0.87	0.63	0.02	0.05	0.09
*20		2.68	2.33	2.33	1.81	1.38	0.06	0.13	0.27
21		3.10	2.55	2.55	1.76	1.09	N/A	N/A	N/A
22	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.16	1.84	1.84	1.37	0.98	0.03	0.07	0.13
23	OCC	1.84	1.52	1.52	1.05	0.65	N/A	N/A	N/A
	LESS	2.12	1.80	1.80	1.32	0.93	0.03	0.06	0.11
24	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.10	1.75	1.75	1.24	0.81	0.01	0.02	0.04
25	OCC	1.99	1.64	1.64	1.13	0.70	N/A	N/A	N/A
	LESS	2.21	1.86	1.86	1.35	0.92	0.02	0.04	0.09
26	OCC	2.26	1.86	1.86	1.28	0.80	N/A	N/A	N/A
	LESS	3.19	2.79	2.79	2.22	1.73	0.08	0.19	0.37
27	OCC	2.79	2.30	2.30	1.59	0.98	N/A	N/A	N/A
	LESS	2.90	2.41	2.41	1.70	1.10	0.01	0.02	0.04
28	OCC	2.51	2.07	2.07	1.43	0.88	N/A	N/A	N/A
	LESS	2.67	2.24	2.24	1.59	1.05	0.02	0.03	0.07
*29		4.75	4.04	4.04	3.00	2.11	0.06	0.14	0.27

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 140

ILLINOIS  
BUILDING LOSS COSTS (PER \$1,000)

STANDARD POLICY  
\$500 DED

RATE GROUP		FRAME	PROTECTED		MAS N-C	FIRE RESIST	HIGHER LIAB LIMIT (000)		
			MAS JST	N-C			\$500	\$1,000	\$2,000
1	OCC	\$1.55	\$1.27	\$1.27	\$0.88	\$0.55	N/A	N/A	N/A
	LESS	1.80	1.53	1.53	1.14	0.81	0.02	0.05	0.10
2-6	OCC	2.35	1.94	1.94	1.34	0.83	N/A	N/A	N/A
	LESS	3.11	2.70	2.70	2.10	1.59	0.07	0.15	0.30
7-10	OCC	2.45	2.02	2.02	1.40	0.87	N/A	N/A	N/A
	LESS	3.49	3.06	3.06	2.43	1.90	0.09	0.21	0.41
11-18	OCC	3.05	2.52	2.52	1.74	1.08	N/A	N/A	N/A
	LESS	4.22	3.68	3.68	2.90	2.24	0.10	0.23	0.47
*19	APT	2.99	2.61	2.61	2.04	1.56	0.07	0.16	0.31
	OFF	2.08	1.76	1.76	1.30	0.90	0.02	0.05	0.10
*20		3.98	3.42	3.42	2.60	1.91	0.07	0.16	0.31
21		4.95	4.09	4.09	2.82	1.75	N/A	N/A	N/A
22	OCC	2.94	2.43	2.43	1.67	1.04	N/A	N/A	N/A
	LESS	3.32	2.80	2.80	2.05	1.41	0.03	0.08	0.15
23	OCC	2.94	2.43	2.43	1.67	1.04	N/A	N/A	N/A
	LESS	3.26	2.75	2.75	1.99	1.36	0.03	0.06	0.13
24	OCC	3.19	2.63	2.63	1.81	1.13	N/A	N/A	N/A
	LESS	3.32	2.76	2.76	1.94	1.25	0.01	0.03	0.05
25	OCC	3.19	2.63	2.63	1.81	1.13	N/A	N/A	N/A
	LESS	3.44	2.88	2.88	2.07	1.38	0.02	0.05	0.10
26	OCC	3.61	2.98	2.98	2.05	1.27	N/A	N/A	N/A
	LESS	4.68	4.05	4.05	3.13	2.35	0.10	0.21	0.43
27	OCC	4.46	3.68	3.68	2.54	1.58	N/A	N/A	N/A
	LESS	4.59	3.81	3.81	2.67	1.70	0.01	0.03	0.05
28	OCC	4.01	3.31	3.31	2.28	1.41	N/A	N/A	N/A
	LESS	4.20	3.50	3.50	2.47	1.61	0.02	0.04	0.08
*29		7.30	6.16	6.16	4.49	3.08	0.07	0.16	0.31

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 150	ILLINOIS	STANDARD POLICY
	BUILDING LOSS COSTS (PER \$1,000)	\$500 DED

SPECIAL POLICY - BUILDING  
\$0.23 PER \$1,000 OF INSURANCE

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 150

ILLINOIS

STANDARD POLICY

BUILDING LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP		PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIAB LIMIT		
		FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$500	\$1,000	\$2,000
1	OCC	\$1.66	\$1.37	\$1.37	\$0.94	\$0.59	N/A	N/A	N/A
	LESS	1.85	1.56	1.56	1.13	0.77	0.02	0.04	0.08
2-6	OCC	2.53	2.09	2.09	1.44	0.89	N/A	N/A	N/A
	LESS	3.08	2.64	2.64	1.99	1.44	0.05	0.11	0.22
7-10	OCC	2.64	2.17	2.17	1.50	0.93	N/A	N/A	N/A
	LESS	3.39	2.93	2.93	2.25	1.68	0.07	0.15	0.30
11-18	OCC	3.28	2.71	2.71	1.87	1.16	N/A	N/A	N/A
	LESS	4.12	3.55	3.55	2.71	2.00	0.08	0.17	0.34
*19	APT	2.95	2.53	2.53	1.92	1.40	0.05	0.11	0.22
	OFF	2.14	1.80	1.80	1.30	0.88	0.02	0.04	0.08
*20		4.00	3.40	3.40	2.52	1.78	0.05	0.11	0.22
21		5.32	4.39	4.39	3.03	1.88	N/A	N/A	N/A
22	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.43	2.88	2.88	2.07	1.39	0.02	0.05	0.11
23	OCC	3.16	2.61	2.61	1.80	1.12	N/A	N/A	N/A
	LESS	3.39	2.84	2.84	2.03	1.35	0.02	0.05	0.09
24	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.52	2.92	2.92	2.04	1.30	0.01	0.02	0.04
25	OCC	3.43	2.83	2.83	1.95	1.21	N/A	N/A	N/A
	LESS	3.61	3.01	3.01	2.13	1.39	0.02	0.04	0.07
26	OCC	3.88	3.20	3.20	2.21	1.37	N/A	N/A	N/A
	LESS	4.66	3.98	3.98	2.98	2.15	0.07	0.16	0.31
27	OCC	4.80	3.96	3.96	2.73	1.69	N/A	N/A	N/A
	LESS	4.89	4.05	4.05	2.82	1.79	0.01	0.02	0.04
28	OCC	4.31	3.55	3.55	2.45	1.52	N/A	N/A	N/A
	LESS	4.45	3.69	3.69	2.59	1.66	0.01	0.03	0.06
*29		7.57	6.34	6.34	4.55	3.04	0.05	0.11	0.23

SPECIAL POLICY - BUILDING

\$0.23 PER \$1,000 OF INSURANCE

\* THESE LOSS COSTS APPLY TO BOTH BUILDING AND BUSINESS PERSONAL PROPERTY.

THE LESSOR'S RISK LOSS COSTS AND THE RATE GROUP 19, 20, and 29 LOSS COSTS INCLUDE \$300,000 OF LIABILITY COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 010

ILLINOIS

STANDARD POLICY

BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)

\$500 DED

RATE GROUP	PROTECTED					HIGHER LIABILITY LIMIT		
	FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$ 500	\$1,000	\$2,000
1	\$3.61	\$3.22	\$3.22	\$2.65	\$2.17	\$0.12	\$0.28	\$0.55
2	5.49	4.84	4.84	3.89	3.10	0.16	0.36	0.72
3	5.58	4.94	4.94	3.99	3.19	0.17	0.38	0.75
4	5.56	4.91	4.91	3.97	3.17	0.17	0.37	0.75
5	7.04	6.39	6.39	5.45	4.65	0.30	0.67	1.34
6	9.65	9.00	9.00	8.05	7.26	0.54	1.19	2.38
7	6.97	6.17	6.17	4.98	3.99	0.21	0.47	0.94
8	8.68	7.87	7.87	6.69	5.69	0.37	0.81	1.63
9	12.05	11.24	11.24	10.06	9.06	0.67	1.49	2.97
10	6.86	6.05	6.05	4.87	3.87	0.20	0.45	0.90
11	6.22	5.39	5.39	4.19	3.17	0.14	0.30	0.60
12	6.29	5.45	5.45	4.23	3.20	0.14	0.30	0.60
13	6.83	6.09	6.09	5.01	4.10	0.23	0.52	1.04
14	7.31	6.49	6.49	5.29	4.27	0.23	0.52	1.04
15	9.48	8.66	8.66	7.45	6.44	0.43	0.96	1.91
16	9.55	8.72	8.72	7.49	6.46	0.43	0.96	1.91
17	9.00	8.17	8.17	6.97	5.95	0.39	0.86	1.72
18	11.73	10.89	10.89	9.67	8.64	0.63	1.39	2.78
21	7.13	5.88	5.88	4.06	2.52	N/A	N/A	N/A
22	5.31	4.58	4.58	3.53	2.63	0.11	0.24	0.47
23	5.13	4.41	4.41	3.35	2.46	0.09	0.20	0.40
24	5.15	4.32	4.32	3.10	2.07	0.04	0.08	0.16
25	5.54	4.71	4.71	3.49	2.47	0.07	0.16	0.32
26	8.64	7.71	7.71	6.35	5.20	0.30	0.67	1.33
27	7.32	6.11	6.11	4.34	2.84	0.04	0.08	0.16
28	6.79	5.79	5.79	4.32	3.08	0.10	0.21	0.42

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 010 ILLINOIS STANDARD POLICY  
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000) \$500 DED

RATE GROUP	PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIABILITY LIMIT		
	FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000)		
						\$ 500	\$1,000	\$2,000
1	\$4.57	\$4.01	\$4.01	\$3.19	\$2.50	\$0.12	\$0.28	\$0.55
2	7.07	6.14	6.14	4.79	3.65	0.16	0.36	0.72
3	7.16	6.24	6.24	4.89	3.75	0.17	0.38	0.75
4	7.14	6.22	6.22	4.87	3.73	0.17	0.37	0.75
5	8.62	7.70	7.70	6.35	5.21	0.30	0.67	1.34
6	11.23	10.30	10.30	8.95	7.81	0.54	1.19	2.38
7	8.95	7.79	7.79	6.11	4.68	0.21	0.47	0.94
8	10.66	9.50	9.50	7.81	6.39	0.37	0.81	1.63
9	14.02	12.87	12.87	11.18	9.76	0.67	1.49	2.97
10	8.83	7.68	7.68	5.99	4.57	0.20	0.45	0.90
11	8.22	7.05	7.05	5.33	3.88	0.14	0.30	0.60
12	8.32	7.13	7.13	5.39	3.92	0.14	0.30	0.60
13	8.63	7.58	7.58	6.04	4.73	0.23	0.52	1.04
14	9.32	8.15	8.15	6.43	4.98	0.23	0.52	1.04
15	11.49	10.32	10.32	8.60	7.15	0.43	0.96	1.91
16	11.59	10.40	10.40	8.65	7.18	0.43	0.96	1.91
17	11.01	9.83	9.83	8.11	6.66	0.39	0.86	1.72
18	13.76	12.57	12.57	10.83	9.36	0.63	1.39	2.78
21	10.18	8.39	8.39	5.79	3.59	N/A	N/A	N/A
22	7.07	6.04	6.04	4.53	3.26	0.11	0.24	0.47
23	6.89	5.86	5.86	4.35	3.08	0.09	0.20	0.40
24	7.18	5.99	5.99	4.26	2.79	0.04	0.08	0.16
25	7.57	6.39	6.39	4.65	3.18	0.07	0.16	0.32
26	10.91	9.58	9.58	7.64	6.00	0.30	0.67	1.33
27	10.28	8.55	8.55	6.02	3.89	0.04	0.08	0.16
28	9.24	7.81	7.81	5.71	3.94	0.10	0.21	0.42

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 020	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 020 ILLINOIS STANDARD POLICY  
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000) \$500 DED

RATE GROUP	PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIABILITY LIMIT		
	FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000)		
						\$ 500	\$1,000	\$2,000
1	\$4.25	\$3.69	\$3.69	\$2.88	\$2.19	\$0.10	\$0.21	\$0.43
2	6.66	5.73	5.73	4.38	3.24	0.12	0.28	0.55
3	6.73	5.81	5.81	4.46	3.32	0.13	0.29	0.58
4	6.71	5.79	5.79	4.44	3.30	0.13	0.29	0.57
5	7.85	6.93	6.93	5.58	4.44	0.23	0.52	1.03
6	9.86	8.94	8.94	7.59	6.45	0.41	0.92	1.83
7	8.41	7.25	7.25	5.57	4.14	0.16	0.36	0.73
8	9.72	8.57	8.57	6.88	5.46	0.28	0.63	1.25
9	12.32	11.17	11.17	9.48	8.06	0.52	1.15	2.29
10	8.32	7.17	7.17	5.48	4.05	0.16	0.35	0.69
11	7.88	6.70	6.70	4.99	3.54	0.10	0.23	0.47
12	7.98	6.79	6.79	5.04	3.57	0.10	0.23	0.47
13	8.03	6.98	6.98	5.44	4.14	0.18	0.40	0.80
14	8.72	7.55	7.55	5.83	4.38	0.18	0.40	0.80
15	10.40	9.22	9.22	7.50	6.05	0.33	0.74	1.47
16	10.50	9.30	9.30	7.56	6.09	0.33	0.74	1.47
17	10.02	8.85	8.85	7.13	5.68	0.30	0.66	1.32
18	12.17	10.98	10.98	9.24	7.76	0.48	1.07	2.14
21	10.18	8.39	8.39	5.79	3.59	N/A	N/A	N/A
22	6.80	5.77	5.77	4.26	2.99	0.08	0.18	0.36
23	6.66	5.63	5.63	4.12	2.85	0.07	0.15	0.31
24	7.09	5.90	5.90	4.17	2.70	0.03	0.06	0.12
25	7.39	6.21	6.21	4.47	3.00	0.05	0.12	0.24
26	10.14	8.82	8.82	6.88	5.24	0.23	0.51	1.03
27	10.19	8.46	8.46	5.93	3.79	0.03	0.06	0.12
28	9.00	7.56	7.56	5.47	3.70	0.07	0.16	0.33

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 030 ILLINOIS STANDARD POLICY  
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000) \$500 DED

RATE GROUP	FRAME	PROTECTED		HIGHER LIABILITY LIMIT				
		MAS JST	MAS N-C	MAS N-C	FIRE RESIST	(000)	\$ 500	\$1,000
1	\$3.54	\$3.15	\$3.15	\$2.58	\$2.10	\$0.12	\$0.26	\$0.52
2	5.40	4.75	4.75	3.80	3.01	0.15	0.34	0.68
3	5.49	4.84	4.84	3.90	3.10	0.16	0.36	0.72
4	5.47	4.82	4.82	3.87	3.07	0.16	0.35	0.71
5	6.87	6.23	6.23	5.28	4.48	0.29	0.63	1.27
6	9.35	8.70	8.70	7.76	6.96	0.51	1.13	2.26
7	6.86	6.05	6.05	4.86	3.87	0.20	0.45	0.89
8	8.48	7.67	7.67	6.49	5.49	0.35	0.77	1.54
9	11.68	10.87	10.87	9.69	8.69	0.64	1.41	2.82
10	6.75	5.94	5.94	4.76	3.76	0.19	0.43	0.85
11	6.14	5.32	5.32	4.11	3.10	0.13	0.29	0.57
12	6.21	5.37	5.37	4.15	3.12	0.13	0.29	0.57
13	6.70	5.96	5.96	4.88	3.97	0.22	0.50	0.99
14	7.18	6.36	6.36	5.15	4.14	0.22	0.50	0.99
15	9.24	8.42	8.42	7.21	6.20	0.41	0.91	1.81
16	9.31	8.48	8.48	7.25	6.22	0.41	0.91	1.81
17	8.78	7.96	7.96	6.75	5.74	0.37	0.82	1.63
18	11.38	10.54	10.54	9.32	8.29	0.59	1.32	2.64
21	7.13	5.88	5.88	4.06	2.52	N/A	N/A	N/A
22	5.25	4.53	4.53	3.47	2.58	0.10	0.22	0.45
23	5.08	4.36	4.36	3.30	2.41	0.09	0.19	0.38
24	5.13	4.30	4.30	3.08	2.05	0.03	0.07	0.15
25	5.50	4.67	4.67	3.45	2.43	0.07	0.15	0.30
26	8.47	7.54	7.54	6.18	5.03	0.28	0.63	1.26
27	7.30	6.09	6.09	4.32	2.82	0.03	0.07	0.15
28	6.74	5.73	5.73	4.27	3.03	0.09	0.20	0.40

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 030 ILLINOIS STANDARD POLICY  
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000) \$500 DED

RATE GROUP	PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIABILITY LIMIT		
	FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000)		
						\$ 500	\$1,000	\$2,000
1	\$4.50	\$3.94	\$3.94	\$3.12	\$2.43	\$0.12	\$0.26	\$0.52
2	6.98	6.05	6.05	4.70	3.56	0.15	0.34	0.68
3	7.07	6.14	6.14	4.79	3.65	0.16	0.36	0.72
4	7.05	6.12	6.12	4.77	3.63	0.16	0.35	0.71
5	8.45	7.53	7.53	6.18	5.04	0.29	0.63	1.27
6	10.93	10.00	10.00	8.65	7.51	0.51	1.13	2.26
7	8.83	7.67	7.67	5.99	4.56	0.20	0.45	0.89
8	10.45	9.30	9.30	7.61	6.19	0.35	0.77	1.54
9	13.65	12.50	12.50	10.81	9.39	0.64	1.41	2.82
10	8.72	7.57	7.57	5.88	4.45	0.19	0.43	0.85
11	8.15	6.97	6.97	5.26	3.81	0.13	0.29	0.57
12	8.25	7.06	7.06	5.31	3.84	0.13	0.29	0.57
13	8.50	7.45	7.45	5.90	4.60	0.22	0.50	0.99
14	9.19	8.02	8.02	6.30	4.85	0.22	0.50	0.99
15	11.25	10.08	10.08	8.36	6.91	0.41	0.91	1.81
16	11.35	10.16	10.16	8.41	6.94	0.41	0.91	1.81
17	10.79	9.62	9.62	7.90	6.45	0.37	0.82	1.63
18	13.41	12.22	12.22	10.48	9.01	0.59	1.32	2.64
21	10.18	8.39	8.39	5.79	3.59	N/A	N/A	N/A
22	7.01	5.98	5.98	4.47	3.20	0.10	0.22	0.45
23	6.84	5.81	5.81	4.30	3.03	0.09	0.19	0.38
24	7.16	5.97	5.97	4.24	2.77	0.03	0.07	0.15
25	7.54	6.35	6.35	4.61	3.14	0.07	0.15	0.30
26	10.74	9.41	9.41	7.47	5.83	0.28	0.63	1.26
27	10.26	8.53	8.53	6.00	3.87	0.03	0.07	0.15
28	9.18	7.75	7.75	5.66	3.89	0.09	0.20	0.40

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 040

ILLINOIS

STANDARD POLICY

BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)

\$500 DED

		PROTECTED				HIGHER LIABILITY LIMIT		
RATE		MAS		MAS	FIRE	(000)		
GROUP	FRAME	JST	N-C	N-C	RESIST	\$ 500	\$1,000	\$2,000
1	\$3.40	\$3.01	\$3.01	\$2.44	\$1.96	\$0.11	\$0.23	\$0.47
2	5.22	4.57	4.57	3.62	2.83	0.14	0.30	0.61
3	5.30	4.65	4.65	3.71	2.91	0.14	0.32	0.64
4	5.28	4.63	4.63	3.69	2.89	0.14	0.32	0.63
5	6.54	5.89	5.89	4.94	4.14	0.26	0.57	1.14
6	8.75	8.10	8.10	7.16	6.36	0.45	1.01	2.02
7	6.62	5.81	5.81	4.63	3.63	0.18	0.40	0.80
8	8.07	7.26	7.26	6.08	5.08	0.31	0.69	1.38
9	10.93	10.12	10.12	8.94	7.94	0.57	1.26	2.52
10	6.52	5.71	5.71	4.53	3.53	0.17	0.38	0.76
11	5.99	5.16	5.16	3.96	2.94	0.12	0.26	0.51
12	6.06	5.22	5.22	4.00	2.97	0.12	0.26	0.51
13	6.44	5.70	5.70	4.62	3.71	0.20	0.44	0.89
14	6.92	6.10	6.10	4.89	3.88	0.20	0.44	0.89
15	8.76	7.94	7.94	6.73	5.72	0.37	0.81	1.62
16	8.83	8.00	8.00	6.77	5.74	0.37	0.81	1.62
17	8.35	7.53	7.53	6.32	5.31	0.33	0.73	1.46
18	10.68	9.84	9.84	8.62	7.59	0.53	1.18	2.36
21	7.13	5.88	5.88	4.06	2.52	N/A	N/A	N/A
22	5.13	4.41	4.41	3.35	2.46	0.09	0.20	0.40
23	4.98	4.26	4.26	3.20	2.31	0.08	0.17	0.34
24	5.09	4.26	4.26	3.04	2.01	0.03	0.07	0.13
25	5.43	4.59	4.59	3.38	2.35	0.06	0.13	0.27
26	8.14	7.21	7.21	5.85	4.70	0.25	0.56	1.13
27	7.27	6.05	6.05	4.28	2.78	0.03	0.07	0.13
28	6.63	5.63	5.63	4.16	2.92	0.08	0.18	0.36

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 040	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 050	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 060	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 070	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.



TERRITORY 080	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 090	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 100	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 110	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 120	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 130	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 140	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

TERRITORY 150	ILLINOIS	STANDARD POLICY
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000)		\$500 DED

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

TERRITORY 150 ILLINOIS STANDARD POLICY  
BUSINESS PERSONAL PROPERTY LOSS COSTS (PER \$1,000) \$500 DED

RATE GROUP	PARTIALLY PROTECTED/UNPROTECTED					HIGHER LIABILITY LIMIT		
	FRAME	MAS JST	N-C	MAS N-C	FIRE RESIST	(000) \$ 500	\$1,000	\$2,000
1	\$4.60	\$4.05	\$4.05	\$3.23	\$2.54	\$0.13	\$0.28	\$0.57
2	7.12	6.19	6.19	4.84	3.70	0.17	0.37	0.74
3	7.22	6.29	6.29	4.94	3.80	0.17	0.39	0.78
4	7.19	6.27	6.27	4.92	3.78	0.17	0.38	0.77
5	8.71	7.79	7.79	6.44	5.30	0.31	0.69	1.37
6	11.39	10.47	10.47	9.12	7.98	0.55	1.22	2.45
7	9.01	7.86	7.86	6.17	4.75	0.22	0.48	0.97
8	10.77	9.62	9.62	7.93	6.50	0.38	0.84	1.67
9	14.23	13.08	13.08	11.39	9.97	0.69	1.53	3.06
10	8.89	7.74	7.74	6.05	4.63	0.21	0.46	0.92
11	8.27	7.09	7.09	5.37	3.92	0.14	0.31	0.62
12	8.37	7.17	7.17	5.43	3.96	0.14	0.31	0.62
13	8.70	7.65	7.65	6.11	4.81	0.24	0.54	1.07
14	9.40	8.22	8.22	6.50	5.05	0.24	0.54	1.07
15	11.62	10.45	10.45	8.73	7.28	0.44	0.98	1.96
16	11.72	10.53	10.53	8.79	7.32	0.44	0.98	1.96
17	11.13	9.95	9.95	8.23	6.78	0.40	0.88	1.77
18	13.96	12.77	12.77	11.02	9.55	0.64	1.43	2.86
21	10.18	8.39	8.39	5.79	3.59	N/A	N/A	N/A
22	7.10	6.07	6.07	4.56	3.29	0.11	0.24	0.48
23	6.92	5.89	5.89	4.38	3.11	0.09	0.21	0.41
24	7.19	6.00	6.00	4.27	2.80	0.04	0.08	0.16
25	7.60	6.41	6.41	4.67	3.21	0.07	0.16	0.32
26	11.00	9.67	9.67	7.73	6.09	0.31	0.68	1.37
27	10.30	8.56	8.56	6.03	3.90	0.04	0.08	0.16
28	9.27	7.84	7.84	5.74	3.97	0.10	0.22	0.43

ALL RATE GROUPS EXCEPT RATE GROUP 21 INCLUDE \$300,000 OF LIABILITY  
COVERAGE AND \$5,000 PER PERSON MEDICAL PAYMENTS COVERAGE.

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

ILLINOIS

SPECIAL POLICY PERSONAL PROPERTY CHARGE  
LOSS COST RATING INFORMATION

TERRITORY: COOK COUNTY

		RATE GROUPS								
PERSONAL		1	2	3	4	5	6/7	8/9	10	0
PROPERTY LIMITS		Rate Groups 1-10 Include Theft Rate Group 0 Excludes Theft								
1-	10,000	\$88	\$98	\$114	\$163	\$183	\$225	\$328	\$455	\$4
10,000-	20,000	91	101	117	166	186	228	331	458	7
20,001-	30,000	95	105	121	170	190	232	335	462	11
30,001-	40,000	102	112	128	177	197	239	342	469	18
40,001-	50,000	106	116	132	181	201	243	346	473	22
50,001-	60,000	109	119	135	184	204	246	349	476	25
60,001-	70,000	113	123	139	188	208	250	353	480	29
70,001-	80,000	116	126	142	191	211	253	356	483	32
80,001-	90,000	120	130	146	195	215	257	360	487	36
90,001-	100,000	124	134	150	199	219	261	364	491	40
100,001-	110,000	133	143	159	208	228	270	373	500	49
110,001-	120,000	137	147	163	212	232	274	377	504	53
120,001-	130,000	140	150	166	215	235	277	380	507	56
130,001-	140,000	144	154	170	219	239	281	384	511	60
140,001-	150,000	147	157	173	222	242	284	387	514	63
150,001-	175,000	154	164	180	229	249	291	394	521	70
175,001-	200,000	164	174	190	239	259	301	404	531	80
200,001-	225,000	170	180	196	245	265	307	410	537	86
225,001-	250,000	179	189	205	254	274	316	419	546	95
250,001-	275,000	188	198	214	263	283	325	428	555	104
275,001-	300,000	199	209	225	274	294	336	439	566	115
EACH ADDITIONAL										
10,000		\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4
BASE AMOUNT:		Money and Securities				\$84				
		Burglary and Robbery				\$84				

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

ILLINOIS

SPECIAL POLICY PERSONAL PROPERTY CHARGE  
LOSS COST RATING INFORMATION

TERRITORY: ST. CLAIR COUNTY

		RATE GROUPS									
PERSONAL		1	2	3	4	5	6/7	8/9	10	0	
PROPERTY LIMITS		Rate Groups 1-10 Include Theft Rate Group 0 Excludes Theft									
1-	10,000	\$50	\$55	\$64	\$90	\$102	\$124	\$180	\$249	\$4	
10,000-	20,000	53	58	67	93	105	127	183	252	7	
20,001-	30,000	57	62	71	97	109	131	187	256	11	
30,001-	40,000	64	69	78	104	116	138	194	263	18	
40,001-	50,000	68	73	82	108	120	142	198	267	22	
50,001-	60,000	71	76	85	111	123	145	201	270	25	
60,001-	70,000	75	80	89	115	127	149	205	274	29	
70,001-	80,000	78	83	92	118	130	152	208	277	32	
80,001-	90,000	82	87	96	122	134	156	212	281	36	
90,001-	100,000	86	91	100	126	138	160	216	285	40	
100,001-	110,000	95	100	109	135	147	169	225	294	49	
110,001-	120,000	99	104	113	139	151	173	229	298	53	
120,001-	130,000	102	107	116	142	154	176	232	301	56	
130,001-	140,000	106	111	120	146	158	180	236	305	60	
140,001-	150,000	109	114	123	149	161	183	239	308	63	
150,001-	175,000	116	121	130	156	168	190	246	315	70	
175,001-	200,000	126	131	140	166	178	200	256	325	80	
200,001-	225,000	132	137	146	172	184	206	262	331	86	
225,001-	250,000	141	146	155	181	193	215	271	340	95	
250,001-	275,000	150	155	164	190	202	224	280	349	104	
275,001-	300,000	161	166	175	201	213	235	291	360	115	
EACH ADDITIONAL											
10,000		\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4	
BASE AMOUNT:		Money and Securities				\$46					
		Burglary and Robbery				\$46					

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
BUSINESSOWNERS MANUAL

ILLINOIS

SPECIAL POLICY PERSONAL PROPERTY CHARGE  
LOSS COST RATING INFORMATION

TERRITORY: BALANCE OF STATE

		RATE GROUPS								
PERSONAL		1	2	3	4	5	6/7	8/9	10	0
PROPERTY LIMITS		Rate Groups 1-10 Include Theft Rate Group 0 Excludes Theft								
1-	10,000	\$42	\$47	\$54	\$76	\$86	\$105	\$152	\$210	\$4
10,000-	20,000	45	50	57	79	89	108	155	213	7
20,001-	30,000	49	54	61	83	93	112	159	217	11
30,001-	40,000	56	61	68	90	100	119	166	224	18
40,001-	50,000	60	65	72	94	104	123	170	228	22
50,001-	60,000	63	68	75	97	107	126	173	231	25
60,001-	70,000	67	72	79	101	111	130	177	235	29
70,001-	80,000	70	75	82	104	114	133	180	238	32
80,001-	90,000	74	79	86	108	118	137	184	242	36
90,001-	100,000	78	83	90	112	122	141	188	246	40
100,001-	110,000	87	92	99	121	131	150	197	255	49
110,001-	120,000	91	96	103	125	135	154	201	259	53
120,001-	130,000	94	99	106	128	138	157	204	262	56
130,001-	140,000	98	103	110	132	142	161	208	266	60
140,001-	150,000	101	106	113	135	145	164	211	269	63
150,001-	175,000	108	113	120	142	152	171	218	276	70
175,001-	200,000	118	123	130	152	162	181	228	286	80
200,001-	225,000	124	129	136	158	168	187	234	292	86
225,001-	250,000	133	138	145	167	177	196	243	301	95
250,001-	275,000	142	147	154	176	186	205	252	310	104
275,001-	300,000	153	158	165	187	197	216	263	321	115
EACH ADDITIONAL 10,000		\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4	\$4
BASE AMOUNT:		Money and Securities				\$38				
		Burglary and Robbery				\$38				

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 LOSS COST RATING INFORMATION

RESTAURANT LIABILITY LOSS COST RATING INFORMATION

**Insured-Operated Rating Information**

(per \$1,000 of gross sales)

<u>Territory</u>	Each Occurrence Limit			
	\$300,000	\$500,000	\$1,000,000	\$2,000,000
	(Includes \$5,000 Med Pay)			
010, 050, 100	\$3.12	\$3.56	\$4.18	\$4.92
020	4.75	5.41	6.35	7.49
030, 070, 130	5.47	6.23	7.31	8.63
040, 060, 110	4.63	5.26	6.18	7.29
080, 150	3.99	4.54	5.33	6.29
090, 120	2.40	2.74	3.21	3.78
140	3.69	4.20	4.93	5.82

**Lessor's Risk Rating Information**

(per 1,000 square feet)

<u>Territory</u>	Each Occurrence Limit			
	\$300,000	\$500,000	\$1,000,000	\$2,000,000
	(Includes \$5,000 Med Pay)			
010, 050, 100	\$21.45	\$24.32	\$28.54	\$33.77
020	54.62	61.93	72.68	86.02
030, 070, 130	34.27	38.86	45.61	53.98
040, 060, 110	27.74	31.45	36.91	43.68
080, 150	27.28	30.93	36.30	42.96
090, 120	32.69	37.07	43.50	51.48
140	37.51	42.53	49.91	59.07

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 LOSS COST RATING INFORMATION

RULE

3.15 Conditional Rules

	Rating Information
3.15.2 Nonconforming Home Repair and Remodeling Liability Coverage	(Loss Cost) \$60.00

8.12 Earthquake

		Rating Information				
Earthquake		(per \$1,000 of coverage)				
Classification	Bldg.	Earthquake	Pers	Prop.	Rate	Group
		1	2	3		4
Zone 1						
1C, 2A	\$0.008	\$0.132	\$0.066	\$0.044	\$0.033	
1D, 2B	0.038	0.132	0.066	0.044	0.033	
3A, 4A, 5A	0.139	0.132	0.066	0.044	0.033	
4D, 5AA	0.167	0.132	0.066	0.044	0.033	
4B	0.176	0.132	0.066	0.044	0.033	
4C	0.312	0.264	0.132	0.088	0.066	
3B	0.329	0.264	0.132	0.088	0.066	
5B	0.349	0.264	0.132	0.088	0.066	
5C, 5D	0.491	0.528	0.264	0.187	0.132	
Zone 2						
1C, 2A	\$0.074	\$0.550	\$0.275	\$0.198	\$0.143	
1D, 2B	0.238	0.550	0.275	0.198	0.143	
3A, 4A, 5A	0.660	0.550	0.275	0.198	0.143	
4D, 5AA	0.788	0.550	0.275	0.198	0.143	
4B	0.829	0.550	0.275	0.198	0.143	
4C	1.317	1.100	0.550	0.385	0.275	
3B	1.387	1.100	0.550	0.385	0.275	
5B	1.443	1.100	0.550	0.385	0.275	
5C, 5D	1.981	2.200	1.100	0.770	0.550	
Zone 3						
1C, 2A	\$0.240	\$1.144	\$0.572	\$0.396	\$0.286	
1D, 2B	0.525	1.144	0.572	0.396	0.286	
3A, 4A, 5A	1.230	1.144	0.572	0.396	0.286	
4D, 5AA	1.447	1.144	0.572	0.396	0.286	
4B	1.523	1.144	0.572	0.396	0.286	
4C	2.182	2.288	1.144	0.803	0.572	
3B	2.297	2.288	1.144	0.803	0.572	
5B	2.444	2.288	1.144	0.803	0.572	
5C, 5D	3.245	4.576	2.288	1.606	1.144	

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 LOSS COST RATING INFORMATION

RULE

8.12 Earthquake (cont.)

Earthquake  
 Classification

**Rating Information**

(per \$1,000 of coverage)

	Bldg.	Earthquake	Pers	Prop.	Rate	Group
		1	2	3	4	
Zone 4						
1C, 2A	\$0.694	\$2.288	\$1.144	\$0.803	\$0.572	
1D, 2B	1.086	2.288	1.144	0.803	0.572	
3A, 4A, 5A	2.104	2.288	1.144	0.803	0.572	
4D, 5AA	2.376	2.288	1.144	0.803	0.572	
4B	2.501	2.288	1.144	0.803	0.572	
4C	3.047	4.576	2.288	1.606	1.144	
3B	3.208	4.576	2.288	1.606	1.144	
5B	3.390	4.576	2.288	1.606	1.144	
5C, 5D	4.161	9.152	4.576	3.201	2.288	

**Rating Information**

8.23 Outdoor Signs

(per \$1,000 of coverage)

\$17.97

8.27 Sprinkler Leakage Earthquake Extension

**Rating Information**

(per \$1,000 of coverage)

Earthquake  
 Classification

	Building	Pers	Prop	Rate	Group
		l	m	h	
Zones 1-3					
1C, 2A	\$0.025	\$0.018	\$0.027	\$0.035	
1D, 2B	0.081	0.018	0.027	0.035	
3A, 4A, 5A	0.224	0.018	0.027	0.035	
4D, 5AA	0.267	0.018	0.027	0.035	
4B	0.282	0.018	0.027	0.035	
4C	0.447	0.036	0.053	0.071	
3B	0.471	0.036	0.053	0.071	
5B	0.490	0.036	0.053	0.071	
5C, 5D	0.673	0.071	0.107	0.142	

AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 LOSS COST RATING INFORMATION

RULE

8.27 Sprinkler Leakage Earthquake Extension

**Rating Information**  
 (per \$1,000 of coverage)

Earthquake Classification	Sprinkler Leakage			
	Building	Pers	Prop	Rate Group
Zone 4		l	m	h
1C,2A	\$0.135	\$0.186	\$0.277	\$0.369
1D,2B	0.211	0.186	0.277	0.369
3A,4A,5A	0.408	0.186	0.277	0.369
4D,5AA	0.461	0.186	0.277	0.369
4B	0.485	0.186	0.277	0.369
4C	0.591	0.372	0.555	0.738
3B	0.622	0.372	0.555	0.738
5B	0.658	0.372	0.555	0.738
5C,5D	0.807	0.743	1.110	1.476

Do not apply masonry veneer factors to the sprinkler leakage earthquake extension.

9.13 Employment Practices Liability -- Coverage F

Retail Risks (Rate Groups 11 - 18)

No. of Employees	(Per Claim And Aggregate Limit; ,000's omitted)					
	<u>\$25</u>	<u>\$50</u>	<u>\$100</u>	<u>\$300</u>	<u>\$500</u>	<u>\$1,000</u>
1 thru 25						
Flat Charge:	N/A	N/A	N/A	N/A	N/A	N/A
Per Employee Charge:	\$30	\$36	\$44	\$56	\$63	\$69
26 thru 50						
Flat Charge:	\$750	\$900	\$1,100	\$1,400	\$1,575	\$1,725
Per Employee Charge:	\$25	\$30	\$36	\$46	\$52	\$57
51 thru 100						
Flat Charge:	\$1,375	\$1,650	\$2,000	\$2,550	\$2,875	\$3,150
Per Employee Charge:	\$16	\$20	\$24	\$31	\$35	\$38
More than 100	Refer To Company					



AMERICAN ASSOCIATION OF INSURANCE SERVICES  
 BUSINESSOWNERS MANUAL  
 ILLINOIS  
 LOSS COST RATING INFORMATION

RULE

9.13 Employment Practices Liability -- Coverage F (cont.)

Service Risks and Restaurants (Rate Groups 2 - 10 and 21)

No. of Employees	(Per Claim And Aggregate Limit; ,000's omitted)					
	<u>\$25</u>	<u>\$50</u>	<u>\$100</u>	<u>\$300</u>	<u>\$500</u>	<u>\$1,000</u>
1 thru 25						
Flat Charge:	N/A	N/A	N/A	N/A	N/A	N/A
Per Employee Charge:	\$48	\$57	\$69	\$89	\$100	\$109
26 thru 50						
Flat Charge:	\$1,200	\$1,425	\$1,725	\$2,225	\$2,500	\$2,725
Per Employee Charge:	\$39	\$47	\$57	\$72	\$82	\$90
51 thru 100						
Flat Charge:	\$2,175	\$2,600	\$3,150	\$4,025	\$4,550	\$4,975
Per Employee Charge:	\$26	\$31	\$38	\$48	\$55	\$60
More than 100	Refer To Company					

Office/Habitational, Warehouse, and Wholesale Risks  
 (Rate Groups 1, 19-20, and 22-29)

No. of Employees	(Per Claim And Aggregate Limit; ,000's omitted)					
	<u>\$25</u>	<u>\$50</u>	<u>\$100</u>	<u>\$300</u>	<u>\$500</u>	<u>\$1,000</u>
1 thru 25						
Flat Charge:	N/A	N/A	N/A	N/A	N/A	N/A
Per Employee Charge:	\$69	\$83	\$101	\$128	\$145	\$159
26 thru 50						
Flat Charge:	\$1,725	\$2,075	\$2,525	\$3,200	\$3,625	\$3,975
Per Employee Charge:	\$57	\$68	\$82	\$105	\$119	\$130
51 thru 100						
Flat Charge:	\$3,150	\$3,775	\$4,575	\$5,825	\$6,600	\$7,225
Per Employee Charge:	\$38	\$45	\$55	\$70	\$79	\$87
More than 100	Refer To Company					

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

**Rule 1.4 has been withdrawn and replaced by the following:**

#### **1.4 Retail, Service, or Processing**

**Buildings** – Buildings occupied principally by eligible retail, service, or processing operations are eligible. Eligible retail, service, and processing classifications are shown in the classification section of this manual. The total area of the building must not exceed 25,000 square feet.

If the insured's business is a service or processing operation, at least 75% of the annual gross sales must be derived from on-premises operations.

Storage buildings occupied by the insured are also eligible. They must be incidental to the eligible retail, service, or processing operation and must not exceed 25,000 square feet.

Floor areas do not include basement areas not open to public.

**Business Personal Property** – The business personal property of eligible retail, service, or processing operations shown in the classification section of this manual is eligible. The area of the retail, service, or processing operation must not exceed 25,000 square feet.

If the insured's business is a service or processing operation, at least 75% of the annual gross sales must be derived from on-premises operations.

The business personal property in storage buildings occupied by the insured is also eligible. The storage buildings must not exceed 25,000 square feet and must be incidental to the retail, service, or processing operation.

Floor areas do not include basement areas not open to the public.

**Rule 1.9 has been added:**

#### **1.9 Property Plus Coverages (BP 0200 Only)**

All risks are eligible for the Property Plus Coverages.

A list of the coverage and corresponding limits that are provided under the Property Plus Coverages Endorsement follows:

Coverage	Limit
Restoration Period	48-hour
Lease Requirement Property Coverage	Cov B Limit
Antennas or Fences	Enhancement
Counterfeit Money or Money Orders	\$ 10,000
Fire Department Service Charges	\$ 5,000
Glass	Enhancement
Ordinance or Law – Limited Coverage	10% Cov A up to \$250,000
Outdoor Signs Not Attached to Buildings	\$ 10,000
Permanent Outdoor Structures	\$ 5,000
Cov A - Newly Acquired Buildings	up to \$500,000
Accounts Receivable - at the premises	\$ 25,000
Business Personal Property - Acquired Locations	up to \$250,000
Business Personal Property - Off Premises	\$ 10,000
Valuable Papers and Records – at the premises	\$ 25,000
Spoilage of Perishable Stock	\$ 5,000
Water Damage - Backup of Sewers and Drains	\$ 25,000

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

#### 1.9 Property Plus Coverages (BP 0200 Only) – (cont'd)

Loss of Income	
Interruption by Civil Authority	48-hour
Earnings from Dependent Locations – Coverage Period	48-hour
Earnings from Dependent Locations – Coverage Limit	\$ 10,000
Newly Acquired Locations	\$250,000
Off Premises Utility Failure	\$ 10,000
Loss to Another Property	\$ 5,000
Employee Dishonesty	\$ 10,000
Money & Securities Coverage	Enhancement

Rate:

First Location:	\$ 120
Each Additional Location:	\$ 25

The following premium modifications apply: Policy Deductible Factor, Experience Rating Factor, Multi Location Discount, Standard Individual Risk Premium Modification.

*Attach endorsement PM 1135B.*

**Rule 3.5, Scheduled Buildings, Business Personal Property And Loss Of Income, has been withdrawn and replaced by the following:**

#### 3.5 Scheduled Buildings, Business Personal Property And Loss Of Income

Show the limit for each covered building, the limit for personal property at each location, and the limit of Loss of Income coverage at each location on the declarations. If the Loss of Income Without a Limit option applies, show “actual loss sustained” in the limit of insurance field on the declarations.

**Rule 3.20 has been added:**

#### 3.20 Premium Installment Plans

Payment Option	Due Date	Service charge
Payment in Full	Policy eff date	No service charge
Tri-Annual	Policy eff date, 60 & 120 days	No service charge
Semi-Annual	Policy eff date & 180 days	\$5.00 on final installment
Quarterly	Policy eff date, 90, 180 & 270 days	\$5.00 on last 3 installments
EFT - monthly	Down payment of 1 month premium	\$1.00 per monthly withdrawal

**Rule 7.5 has been withdrawn and replaced by the following:**

#### 7.5 Minimum Premiums

The annual policy minimum premiums vary by form of coverage as shown below.

Form BP 0100	\$500.00
Form BP 0200	\$750.00

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

**Rule 7.6 has been amended:**

#### **7.6 Multiple Occupancies**

Paragraph 6 under Building has been withdrawn and replaced by the following:

##### **Building**

-- Classify a building as owner-occupied when the building owner occupies more than 50% of the total floor area. Classify a building as Lessor's Risk when the building owner occupies 50% or less of the total floor area.

**Rule 7.7.9 has been withdrawn and replaced by the following:**

#### **7.7.9 Total Policy Premium**

Multiply the sum of the following by the Standard Individual Risk Premium Modification factor to determine the total standard Businessowners premium:

- basic policy premium for each covered building;
- basic policy premium for business personal property at each covered location;
- basic policy premium for liability coverage for restaurants;
- additional premium for off-premises operations;
- additional premium for swimming pools; and
- additional premium for any applicable property and general or non professional liability coverage options.

Multiply the sum of the following by the Professional Liability Individual Risk Premium Modification factor to determine the total Professional Liability premium:

- Pharmacy Services Professional Liability premium;
- Home Health Care Consultation Services Liability premium;
- Home Health Care Services Liability premium; and
- Pharmacy Professional Liability Extension premium.

Add the total Standard Businessowners premium to the total Professional Liability premium to determine the total policy premium.

**Rule 8.5, Actual Cash Value, has been withdrawn and replaced by the following:**

#### **8.5 Valuation**

##### **8.5.1 Actual Cash Value**

Building property and/or business personal property can be covered on an actual cash value basis instead of on a replacement cost basis by making the appropriate entry on the declarations. The property must be insured for its full actual cash value when this option applies.

**Premium Determination** -- When this option applies to business personal property, multiply the Business Personal Property rating information for Standard Policy coverage by the applicable factor shown in the table for this rule:

	Factor
Restaurants	1.00
Other Classes	1.00

Table for Rule 8.5

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

---

#### Rule 8.5 Valuation (cont'd)

When this option applies to the building and the building is classified as Lessor's Risk or the building is rated under Rate Group 19, 20, or 29, multiply the Building rating information for Standard Policy coverage by the Actual Cash Value factor shown in the table for this rule.

If the building is not classified as Lessor's Risk, no adjustment to the Building rating information is required when this option applies to a building not rated under Rate Group 19, 20, or 29.

Make an entry on the declarations to show that Actual Cash Value coverage applies.

#### 8.5.2 Blanket Replacement Cost

Building property and/or business personal property can be covered on a blanket replacement cost basis when the policy provides coverage for more than one described premises. The blanket coverage must include all building property and/or business personal property insured at full replacement cost value.

Building limits for each described premises that meets the requirement for blanket replacement cost coverage will be combined into one single limit. Identify on the declarations the buildings to which the blanket replacement cost applies.

*Attach endorsement PM 1133B for Building Blanket Replacement Cost and indicate the Blanket Limit of Insurance.*

Business personal property limits for each described premises that meets the requirement for blanket replacement cost coverage will be combined into one single limit. Identify on the declarations the business personal property to which the blanket replacement cost applies.

*Attach endorsement PM 1134B for Business Personal Property Replacement Cost and indicate the Blanket Limit of Insurance.*

#### Rule 8.14 has been withdrawn and replaced by the following:

#### 8.14 Equipment Breakdown Coverage

Coverage is available under Businessowners form BP 0200 for direct physical loss to covered property due to an accident resulting from mechanical breakdown, including rupturing or bursting caused by centrifugal force, artificially generated electrical current, including electrical arcing other than lightning, explosion of steam boilers, steam piping, steam engines, or steam turbines, and damage to hot water boilers or other water heating equipment. Coverage is also provided for direct expenses from drying out covered electrical equipment as a result of a flood.

Any business otherwise eligible for coverage under the Businessowners Program is eligible for Equipment Breakdown Coverage.

When Equipment Breakdown Coverage is provided, coverage applies to each location described on the policy declarations and is subject to the property limits (coverage A and B) provided for each insured location.

The following Extensions of Coverages are also provided under the Equipment Breakdown Coverage, subject to a limit of \$25,000 for loss or damage caused by any combination of the following Causes of Loss:

**A - Change in Temperature** -- Coverage is provided for loss to the insured's stock due to a change in temperature or humidity.

**B - Expediting Expenses** -- Coverage is provided for any reasonable extra costs spent to make temporary repairs, or to expedite permanent repairs or replacement of covered equipment.

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

---

#### 8.14 Equipment Breakdown Coverage (cont'd)

**C - Off Premises Services** -- Coverage is provided for loss of earnings and extra expense you incur due to the interruption of the following services, not at the insured premises:

- water supply services;
- communication supply services;
- gas, steam or electrical power services.

**D - Refrigerant Contamination** -- Coverage is provided for the contamination by a refrigerant on the insured premises.

**E - Hazardous Substances** -- Coverage is provided for the additional cost to repair or replace covered property that has been contaminated by a hazardous substance, including the additional expense to clean up or dispose of such property.

##### 8.14.1 Value for Rating

The limit of insurance developed for the rating of Equipment Breakdown Coverage is based on the Total Insurance Value (TIV) of covered property at the insured premises, based on the replacement cost, as follows:

- |                              |                                  |
|------------------------------|----------------------------------|
| -- Owner, Owner Occupied     | 100% Building and Contents Value |
| -- Owner, Not Owner Occupied | 100% Building Value              |
| -- Tenant                    | 100% Contents Value              |

##### 8.14.2 Deductible

This coverage is subject to the Businessowners Property deductible, shown on the policy. Refer to Rule 6 of the Loss Cost Rating Information for the Deductible Factors.

##### 8.14.3 Minimum Location Charge

The minimum premium charge for each insured location is \$25.00.

##### 8.14.4 Rates

The rate for Equipment Breakdown Coverage is \$0.25 per \$1,000 of Total Insurance Value (TIV) per each insured location, subject to the Minimum Location Charge.

##### 8.14.5 Premium Development

The premium for Equipment Breakdown Coverage is determined by multiplying the rate per Deductible by the Total Insurance Value (TIV) for every location.

Step 1 – Determine the Total Insurance Value (TIV), based on the full replacement cost, of all covered property located at an insured location.

Step 2 – Multiply the 100% TIV by the Equipment Breakdown Rate;

Step 3 – Multiply the results of Step 2 by the Deductible Factor;

Step 4 – Multiply the results of Step 3 by the Standard Individual Risk Premium Modification that applies to the Businessowners Policy;

Step 5 – The resulting premium is subject to a \$25.00 minimum location charge.

*Attach endorsement PM 1103B.*

*Attach endorsement PM 1103B-AK. (Alaska)*

*Attach endorsement PM 1103B-WA. (Washington)*

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

**Rule 9.1 has been withdrawn and replaced by the following:**

#### **9.1 Additional Insureds**

The liability section of the Businessowners policies may require modification in order to extend the insured's liability protection to other persons or entities. This can be accomplished through the use of Additional Insured endorsements.

Coverage for additional insureds is subject to all of the exclusions and conditions found in the liability section of the Businessowners policy to which the additional insured endorsement is attached. Each endorsement may contain additional limitations.

Unless otherwise shown in the manual, to determine the additional premium for each additional insured at each location, select the additional insured charge from the table (below) that corresponds to the occupancy of the insured.

	<b>Premium Charge</b> (Each additional insured, per location)
Apartment or Office Risks	\$ 5.00
All Other Risks	\$ 15.00

**Rule 9.1.10 has been withdrawn and replaced by the following:**

#### **9.1.10 Newly Acquired Organizations**

The definition of insured can be amended to include organizations newly acquired or formed by the insured for the first 90 days after the date of the organization's acquisition or formation. There is no additional premium for Additional Insured - Newly Acquired Organizations

*Attach endorsement BP 0738.*

**Rule 9.8 Customers' Auto Legal Liability Coverage – Care, Custody, or Control Exception - Premium Determination has been amended as follows:**

#### **9.8 Customers' Auto Legal Liability Coverage – Care, Custody, or Control Exception**

**Premium Determination** -- Refer to the company's Commercial Automobile Program for rating.

**Rule 9.9 has been withdrawn and replaced by the following:**

#### **9.9 Definition of Employee Redefined**

##### **9.9.1 Exclude Leased Worker**

The definition of employee can be amended to exclude leased workers. A leased worker is a person leased from a labor leasing firm to perform duties related to the named insured's business.

*Attach endorsement BP 0723.*

##### **9.9.2 Include Temporary Worker**

The definition of employee can be amended to include temporary workers. A temporary worker is a person furnished as a temporary substitute for a permanent employee who is on a leave of absence, or person added to meet seasonal or short-term workloads.

*Attach endorsement PM 1114B.*

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

Rule 9.13.4 has been withdrawn and replaced by the following:

#### 9.13.4 Employment Practices Liability (Coverage F)

##### Minimum Premium

The following minimum premiums apply to each corresponding limit of insurance for Employment Practices Liability Coverage:

##### Per Claim And Aggregate Limit; (,000's omitted)

	\$25	\$50	\$100	\$300	\$500	\$1,000
Minimum	\$300	\$300	\$500	\$500	\$1,000	\$1,000

Step 3 of Rule 9.13.8 has been withdrawn and replaced by the following:

#### 9.13.8 Employment Practices Liability (Coverage F)

##### Premium Development – Step 3 - More Than 100 Employees

- Follow Step 3 for 51 to 100 employees.
- Multiply the “More Than 100 Per Employee Charge” by the number of employees that exceed 100 and add the result to the charge calculated in Step 2.

##### MORE THAN 100 PER EMPLOYEE CHARGE

Per Claim and Aggregate Limit (000's omitted)	\$25	\$50	\$100	\$300	\$500	\$1,000
RETAIL RISKS (Rate Groups 11 – 18)	\$12	\$15	\$20	\$22	\$24	\$28
SERVICE RISKS & RESTAURANTS (Rate Groups 2-10 and 21)	\$20	\$24	\$30	\$34	\$38	\$46
OFFICE/HABITATIONAL, WAREHOUSE & WHOLESALE RISKS (Rate Groups 1, 19, 20 & 22-29)	\$29	\$35	\$44	\$50	\$54	\$66

Rule 9.17.3 has been withdrawn and replaced by the following:

#### 9.17.3 Higher General Aggregate Limit

The policy may be written subject to higher annual General Aggregate Limits. Refer to the table below for calculating the additional premium. Add the premium listed to the liability premium.

AGGREGATE LIMIT	PREMIUM CHARGE
\$ 3,000,000	\$100
4,000,000	\$150
5,000,000	\$200
6,000,000	\$250



# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

Rule 9.20.3 has been added:

#### 9.20.3 Pharmacy Liquor Liability Endorsement

The Pharmacy Liquor Liability Endorsement modifies the Commercial Liability Coverage by removing the liquor liability exclusion, adding four exclusions to the liquor liability coverage created, and specifying that amount of liquor liability coverage is limited as shown in the Declarations.

There are three levels of hazard depending upon the laws in the various states. The states are classified and rates applied according to the following classification table:

Class I: Delaware, Iowa, Kansas, Maryland, Missouri, Nebraska, Nevada, South Dakota, Virginia

Class II: Alaska, Arizona, Arkansas, California, Colorado, Connecticut, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Kentucky, Louisiana, Maine, Massachusetts, Michigan, Minnesota, Mississippi, Montana, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Carolina, Tennessee, Texas, Utah, Washington, West Virginia, Wisconsin, Wyoming

Class III: Alabama, Vermont

#### Pharmacy Liquor Liability Annual Rates and Minimum Premiums

CLASS RATE\*/MINIMUM PREMIUM

CLASS	\$300,000	\$500,000	\$1,000,000
I	0.62 / \$ 75	0.75/\$100	0.87/\$105
II	2.40 / \$250	2.90/\$300	3.37/\$350
III	5.78 / \$625	7.00/\$750	8.15/\$875

\*per \$1,000 liquor receipts

#### Pharmacy Liquor Liability Credits & Debits:

The Pharmacy Liquor Liability Endorsement rates may be modified in accordance with the following Risk Management consideration to a maximum of 25% credit or debit.

RISK MANAGEMENT MODIFICATIONS	
1. Management qualifications and experience	5% credit to 5% debit
2. Employee training and supervision	10% credit to 10% debit
3. Beer and wine only	10% credit to 10% debit
4. Special Risk Management procedures taken	5% credit to 0% debit
5. Care and condition of premises	10% credit to 10% debit

Rule 10, Individual Risk Premium Modification, does not apply. Pharmacy Liquor liability minimum premiums are in addition to any policy minimum premiums.

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

---

#### **9.20.3 Pharmacy Liquor Liability Endorsement (cont'd)**

*Attach endorsement PM 1026B. (All States, except: Georgia, Michigan, Mississippi, South Carolina, and Texas)*

*Attach endorsement PM 1026B-GA. (Georgia)*

*Attach endorsement PM 1026B-MI. (Michigan)*

*Attach endorsement PM 1026B-MS. (Mississippi)*

*Attach endorsement PM 1026B-SC. (South Carolina)*

#### **Rule 9.51 has been added:**

#### **9.51 Financial Loss Coverage**

Coverage may be provided for Financial Loss Liability. The additional premium per policy is \$75.

Rule 10, Individual Risk Premium Modification, does not apply. Financial loss liability minimum premiums are in addition to any policy minimum premiums.

*Attach endorsement PM 1113B.*

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

Rule 10 has been withdrawn and replaced by the following:

#### RULE 10 -- INDIVIDUAL RISK PREMIUM MODIFICATIONS

Individual Risk Premium Modifications will be applied separately to Professional Liability and standard policy premiums.

#### Rule 10.1 – Standard Individual Risk Premium Modifications

The following modifications can be applied to recognize special characteristics of the risk that are not fully reflected in the rating information. The sum of credits or debits developed using the following table cannot exceed 25%. Convert the total credit or debit developed under this rule to a factor and apply to the total standard policy premium after all other rating procedures have been completed.

RISK VARIATIONS	RANGE OF MODIFICATIONS		
	CREDIT		DEBIT
(1) Care and condition of equipment and premises	-10%	to	+10%
(2) Classification variations	-10%	to	+10%
(3) Cooperation of owners or operators regarding recommendations with respect to structural features, segregation, control of hazards and maintenance of protective equipment, and risk evaluation review	-10%	to	+10%
(4) Damage and susceptibility	-10%	to	+10%
(5) Dispersion or concentration	- 5%	to	+ 5%
(6) Employees: selection, training, supervision, experience	- 5%	to	+ 5%
(7) Location: accessibility, congestion, and exposures	-10%	to	+10%
(8) Miscellaneous protective features or hazards	-10%	to	+10%
(9) Protective devices not otherwise reflected in rates	-10%	to	+10%
(10) Storage practices and hazardous operations	-10%	to	+10%
(11) Superior or inferior structural features	-10%	to	+10%

#### Rule 10.2 – Professional Liability Individual Risk Premium Modifications

The following modifications can be applied to recognize special characteristics of the risk that are not fully reflected in the professional liability rating information. The sum of credits or debits developed using the following table cannot exceed 25%. Convert the total credit or debit developed under this rule to a factor and apply to the total Professional Liability premium after all other rating procedures have been completed.

RISK VARIATIONS	RANGE OF MODIFICATIONS		
	CREDIT		DEBIT
(1) Classification variations	-10%	to	+10%
(2) Cooperation with insurer regarding recommendations and/or industry standards with respect to risk management procedures and risk evaluation review	-10%	to	+10%
(3) Employees: selection, training, supervision, experience	- 5%	to	+ 5%
(4) Past losses	-10%	to	+10%
(5) Professional accreditation/sanction	- 15%	to	+15%
(6) Professional services provided	- 10%	to	+10%
(7) Quality control	- 10%	to	+10%

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

---

**Rule 11 has been added:**

#### **RULE 11 — EXPERIENCE RATING PLAN**

Use the Experience Rating Plan to modify the policy premium to recognize an insured's claims payment history and the size of risk.

An Experience Rating Modification shall be applied to the combined total of all Property and General Liability Coverages. This modification shall be applied to all coverages except the professional liability coverages, equipment breakdown, earthquake or terrorism coverages.

This modification shall be calculated based on the size of risk (number of locations on the policy) and the number of paid losses within the 60 month period prior to the effective date of the application or the processing of a renewal.

If a loss is not counted at the first renewal following the claim, we reserve the right to count the incident at the subsequent renewal.

Claims experience is derived from property and general liability losses only. Professional liability, equipment breakdown, earthquake or terrorism claims are not considered for experience rating.

Claims which result from a catastrophic event, which have the same accident date, which may have occurred at multiple locations on the same policy shall be counted as a single loss.

The information required to determine an insured's claims payment history may be obtained from:

- an application signed by the applicant or insured;
- a loss history report or claims history database; and/or
- company internal records.

#### **HIGHER DEDUCTIBLE OPTION**

If, at renewal, it is determined that an insured has had a claim during the experience period of \$500 or less, the insured shall have the option to select a higher deductible. If a higher deductible is selected, the claim will not be included in calculation of the experience rating factor.

#### **CALCULATION OF EXPERIENCE RATING FACTOR:**

$$\left( \frac{\text{Number of Claims}}{\text{Number of Locations} \times \text{Average Number of Claims per location}} \right) \times \left( \frac{\text{Number of Locations}}{\text{Number of Locations} + \text{Credibility}} \right) + \left( 1 - \left( \frac{\text{Number of Locations}}{\text{Number of Locations} + \text{Credibility}} \right) \right)$$

Maximum Credit = 25%

Maximum Debit = 25%

If the policyholder has been in business less than 5 years and they have had no property or general liability losses, apply a factor of 1.00.

# PHARMACISTS MUTUAL INSURANCE COMPANY

## BUSINESSOWNERS PROGRAM MANUAL

### COUNTRYWIDE

Rule 12 has been added:

#### RULE 12 -- MULTI LOCATION DISCOUNT

Credit will be applied when a policy includes coverage to more than one location. This credit will be determined by the number of locations written on the policy. The Multi Location Discount, as provided in the following table, will be applied to all coverages except Equipment Breakdown.

Number of Locations	Discount
1	0.0%
2	7.5%
3	10.0%
4 to 8	12.5%
9 or more	15.0%

The following has been added to the Countrywide Classification Table:

#### COUNTRYWIDE CLASSIFICATION TABLE

Classification	Stat Code	Rate Groups				
		-----	-----	-----	-----	-----
		Prop	SP	SL	EQ	L
Home Health Care Agency	99059	1	1	m	3	

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
**BUSINESSOWNERS PROGRAM MANUAL**  
**ILLINOIS**

---

**Loss Cost Multiplier**

PHARMACISTS MUTUAL INSURANCE COMPANY will use a loss cost multiplier of 0.906 for all “Loss Costs” established by AAIS for our Businessowners Program.

**Factor Rating Information – Property Factors**

**Construction Relativities have been withdrawn and replaced by the following:**

**CONSTRUCTION RELATIVITIES**

Frame	1.000
Joist Mas	0.825
Non-Comb	0.750
Mas N-c	0.580
Fire Res	0.480

**Pharmacy Services Professional Liability Rates**

<b>TYPE OF COMPOUNDING</b>	<b>RATE</b>
Non-Compounded	0.91
Non-Sterile Simple Compounded	0.96
Non-Sterile Complex Compounded	1.48
Sterile Compounded	1.48

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

**Rule 9.24.4 has been withdrawn and replaced by the following:**

**9.24.4 Pharmacy Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability Coverage**

Coverage can be added to forms BP 0100 or BP 0200 for bodily injury, property damage, or personal and advertising injury arising from the rendering or failure to render pharmacy services and either professional consultation services or home health care services.

Pharmacy Professional Liability Limit Factors

limit	factor
300,000	0.75
500,000	0.86
1,000,000	1.00
2,000,000	1.20

To determine the Pharmacy Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability premium:

Step 1 - determine the percentage of filled prescriptions that falls into each of the following categories; the sum of these 4 groups must equal 100%.

- non-compounded,
- non-sterile simple compounded
- non-sterile complex compounded
- sterile compounded.

Step 2 – Non-compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of non-compounded prescriptions. Gross receipts include the total amount collected for prescriptions, drugs, and pharmacy services.
- b) Multiply the result of Step 2.a) by the appropriate rate for non-compounded prescriptions, shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) When risk management equipment is utilized, multiply the result of Step 2.b) by the appropriate credit for risk management equipment. A 5% credit shall be provided for each piece of equipment. A 10% credit shall be applied if the risk management equipment is a PassRx. The total credit for risk management equipment may not exceed 15%.

Step -3 – Non-sterile simple compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of non-sterile compounded prescriptions,

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
**ILLINOIS**

---

- b) Multiply the result of Step 3.a) by the appropriate rate for non-sterile simple compounded prescriptions shown in the state Businessowners Manual Exception Pages and by the appropriate Pharmacy Professional Liability Limit Factor.

Step 4 – Compounding Modification Factor:

- a) Add the percent of compounded prescriptions from Non-Sterile Complex and Sterile Compounding. From this sum subtract 20%. If the result is less than 0%, use 0%.
- b) The Compounding Modification Factor equals 1 minus the lesser of Step 4.a) or 30%.

Step 5 - Non-Sterile Complex Compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of Non-Sterile Complex Compounded prescriptions.
- b) Multiply the result of Step 5.a) by the base (state specific) Not-Sterile Complex Compounding rate, shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) Multiply the result of Step 5.b) by the Compounding Modification Factor as determined in Step 4.b).

Step 6 - Sterile Compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of Sterile Compounded prescriptions.
- b) Multiply the result of Step 6.a) by the base (state specific) Sterile Compounding , shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) Multiply the result of Step 6.b) by the Compounding Modification Factor as determined in Step 4.b).

Step 7 - Add the results of Steps 2, 3, 5 and 6.

Step 8 - If the insured is PCAB accredited, apply a 15% discount to the result of Step 7. If the insured is not PCAB accredited proceed to Step 9.

Step 9 – Add the premium generated for either Professional Consultation Services Liability (*Rule 9.24.7*) or Home Health Care Services Liability (*Rule 9.24.8*) to the result of Step 8 to determine the total Pharmacy Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability premium.



**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
**ILLINOIS**

---

The Pharmacy Professional Liability Including Professional Consultation Services endorsement contains provisions for the following limits:

**Each Occurrence Limit** – The Pharmacy Professional Liability Including Professional Consultation Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for pharmacy services and professional consultation services.

**Aggregate Limit** -- The Pharmacy Professional Liability Including Professional Consultation Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for pharmacy services and professional consultation services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1115B-IL for Pharmacy Professional Liability Including Professional Consultation Services.*

The Pharmacy Professional Liability Including Home Health Care Services endorsement contains provisions for the following limits:

**Each Occurrence Limit** – The Pharmacy Professional Liability Including Home Health Care Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for pharmacy services and home health care services.

**Aggregate Limit** -- The Pharmacy Professional Liability Including Home Health Care Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for pharmacy services and home health care services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1116B-IL for Pharmacy Professional Liability Including Home Health Care Services.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

**Rule 9.24.7 has been deleted from the Countrywide Exception Pages and replaced by the following:**

**9.24.7 Professional Consultation Services Liability**

Coverage may be provided for Professional Consultation Services Liability. The additional premium charge is computed by multiplying the rate shown by the gross receipts (in thousands) for professional consultation services plus the per person charge. Gross receipts for professional consultation services include the total amount collected from medical equipment or devices, health care products and professional consultation services.

Limit	Professional Consultation Services Rates/\$1,000 of GROSS RECEIPTS
\$ 300,000	\$1.20
\$ 500,000	\$1.40
\$1,000,000	\$1.60
\$2,000,000	\$2.00

Limit	Home Health Care Professional and/or Home Health Care Provider Charge (Per Person)
\$ 300,000	\$16.00
\$ 500,000	\$20.00
\$1,000,000	\$25.00
\$2,000,000	\$35.00

Professional Consultation Services Liability coverage is either included with Pharmacy Professional Liability for pharmacy risks (*under PM 1115B-IL*), or provided separately with the Professional Consultation Services Liability endorsement for non-pharmacy risks.

When attached, the Professional Consultation Services Liability endorsement includes provisions for the following limits:

**Each Occurrence Limit** – The Professional Consultation Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for professional consultation services.

**Aggregate Limit** -- The Professional Consultation Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for professional consultation services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1093B-IL for Non-pharmacy risk.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

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**Rule 9.24.8 has been deleted from the Countrywide Exception Pages and replaced by the following:**

**9.24.8 Home Health Care Services Liability Coverage**

Coverage may be provided for Home Health Care Services Liability. The additional premium charge is computed by multiplying the rate shown by the gross receipts (in thousands) for home health care services plus the per person charges. Gross receipts for home health care services include the total amounts collected from medical equipment or devices, health care products, and home health care services.

Limit	Home Health Care Services Rates/\$1,000 of GROSS RECEIPTS
\$ 300,000	\$1.20
\$ 500,000	\$1.40
\$1,000,000	\$1.60
\$2,000,000	\$2.00

Limit	First Home Health Care Professional Charge	Additional Home Health Care Professional Charge (Per Person)	Home Health Care Services Provider Charge (Per Person)
\$ 300,000	\$800	\$160	\$16
\$ 500,000	\$1000	\$200	\$20
\$1,000,000	\$1200	\$250	\$25
\$2,000,000	\$1600	\$350	\$35

Home Health Care Services Liability coverage is either included with Pharmacy Professional Liability for pharmacy risks (*under PM 1116B-IL*), or provided separately with the Home Health Care Services Liability endorsement for non-pharmacy risks.

When attached, the Home Health Care Services Liability endorsement includes provisions for the following limits:

**Each Occurrence Limit** – The Home Health Care Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for home health care services.

**Aggregate Limit** -- The Home Health Care Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for home health care services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1098B-IL for Non-pharmacy risk.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

**Rule 9.49 has been added:**

**9.49 Prescription Products Liability Exclusion**

Prescription Products Liability can be excluded under the Commercial Liability Coverage when a separate Pharmacy Professional Liability Including Professional Consultation Services policy is also provided for the risk. There is no premium change for adding this endorsement; however, pharmacy receipts should not be included in the rating basis for Products Liability under the Commercial Liability Coverage. Pharmacy receipts include total amounts collected from customers for prescriptions and pharmacy services.

*Attach Endorsement PM 1117B.*

**Rule 9.50 has been added:**

**9.50 Pharmacy Professional Liability Extension**

This option is only available when the Businessowners policy is being cancelled at the insureds request due to the sale or closure of the business.

Pharmacy Professional Liability coverage can be extended for bodily injury or property damage which occurs after the policy cancellation date, provided that the incident causing the bodily injury or property damage, such as dispensing a prescription, occurred while the policy was in force.

The extension term is provided for a maximum of 6-months, beginning on the policy cancellation date and ending after 182 days, unless other dates are shown on the policy endorsement.

To determine the additional premium for this Extension, multiply the policy's annual Pharmacy Professional Liability Including Professional Consultation Services premium (see Rule 9.24.4) by 2.0%, subject to a minimum \$100.00 premium. The additional premium charged is fully earned and cannot be cancelled once accepted.

*Attach endorsement PM 1118B.*

**Rule 9.52 has been added:**

**9.52 Immunization Liability Coverage**

Coverage may be provided for Immunization Liability when a non-employee immunization provider administers immunizations on the insured's behalf. The additional premium charge is computed by pro-rating the annual Home Health Care Professional per person charge from Rule 9.24.8 for the period that Immunization Liability coverage is provided, subject to a minimum \$100.00 premium.

*Attach endorsement PM 1130B.*

<b>SERFF Tracking #:</b>	PHAR-128843853	<b>State Tracking #:</b>	PHAR-128843853	<b>Company Tracking #:</b>	
<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company		
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy				
<b>Product Name:</b>	Businessowners - Medical Malpractice				
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR				

## Supporting Document Schedules

<b>Satisfied - Item:</b>	Explanatory Memorandum
<b>Comments:</b>	
<b>Attachment(s):</b>	IL BOP Med Mal Filing Memorandum 01 13.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Form RF3 - (Summary Sheet)
<b>Comments:</b>	
<b>Attachment(s):</b>	RF-3.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Certification
<b>Comments:</b>	
<b>Attachment(s):</b>	IL Certification for Med Mal Rates.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Bypassed - Item:</b>	Request to Maintain Data as Trade Secret Information
<b>Bypass Reason:</b>	Not applicable to this filing.
<b>Attachment(s):</b>	
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Bypassed - Item:</b>	Manual
<b>Bypass Reason:</b>	Acknowledged
<b>Attachment(s):</b>	
<b>Item Status:</b>	
<b>Status Date:</b>	

<b>Satisfied - Item:</b>	Side by side comparison of Manual Supplement Changes
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<b>State:</b>	Illinois	<b>Filing Company:</b>	Pharmacists Mutual Insurance Company
<b>TOI/Sub-TOI:</b>	11.0 Medical Malpractice - Claims Made/Occurrence/11.0021 Pharmacy		
<b>Product Name:</b>	Businessowners - Medical Malpractice		
<b>Project Name/Number:</b>	IL BOP Product Enhancements 2012/IL-BOP-01-13-RR		

<b>Comments:</b>	Please note, the rates referred to in Rule 9.24.4 Steps 2.b., 3.b., 5.b., and 6.b. are located in the IL BOP Exception Page - Supplemental 06 12.
<b>Attachment(s):</b>	IL BOP Exception Page - Medical Malpractice Supplemental 09-11 to 01 13.pdf IL BOP Exception Page - Supplemental Comparison 09-11 to 06 12.pdf
<b>Item Status:</b>	
<b>Status Date:</b>	

# **PHARMACISTS MUTUAL INSURANCE COMPANY**

## **Businessowners Program Pharmacy Professional Liability/Medical Malpractice ILLINOIS Rate Filing Memorandum**

Pharmacists Mutual Insurance Company is a member of AAIS for our Businessowners Program in your state. With this revision we are filing a revision to our rating for Pharmacy Professional Liability Coverage. We will no longer determine the pharmacy professional liability premium using the Professional Liability loss cost and our Professional and Other Liability loss cost multiplier. Through analysis of our internal company data, we have determined indicated rates for our pharmacy professional liability coverage, and developed an algorithm which allows for more granular rating of this coverage. The selected rates will provide an overall change of 1.9%.

We have also included rules for the new exclusion endorsement, PM1117B 03 12 Prescription Products Liability Exclusion and the Immunization Liability Coverage endorsement, PM 1130B 03 12. Please refer to the corresponding filing PHAR-128846212 for the form filing details.

We have also moved Rule 9.50 Pharmacy Professional Liability Extension to the IL Medical Malpractice Supplemental from our Countrywide Businessowners Exception Pages. We have made no changes to this rule or the corresponding endorsement as previously filed and approved in our Medical Malpractice filing PHAR-126820179.

We would like for these revisions to become effective for all policies written on or after January 1, 2013.

**Section 754.EXHIBIT A Summary Sheet (Form RF-3)**

FORM (RF-3)

## SUMMARY SHEET

Change in Company's premium or rate level produced by rate revision  
effective 01/01/2013.

	(1) Coverage	(2) Annual Premium Volume (Illinois) *	(3) Percent Change (+or-) **
1.	Automobile Liability Private Passenger		
	Commercial		
2.	Automobile Physical Damag Private Passenger		
	Commercial		
3.	Liability Other Than Auto		
4.	Burglary and Theft		
5.	Glass		
6.	Fidelity		
7.	Surety		
8.	Boiler and Machinery		
9.	Fire		
10.	Extended Coverage		
11.	Inland Marine		
12.	Homeowners		
13.	Commercial Multi-Peril		
14.	Crop Hail		
15.	Other Businessowners MedMal	\$ 350,838	1.9 %
	Life of Insurance		

Does filing only apply to certain territory (territories) or certain  
Classes? If so,  
specify: No applicable

Brief description of filing. (If filing follows rates of an advisory  
Organization, specify  
organization):

We are filing pharmacy professional liability rates and a  
change to our rating algorithm for this coverage.

\*Adjusted to reflect all prior rate changes.

\*\*Change in Company's premium level which will result from application of new  
rates.

Pharmacists Mutual Insurance Company

Name of Company

Kenneth Andrews, Regional Vice President

Official – Title



## ILLINOIS CERTIFICATION FOR MEDICAL MALPRACTICE RATES

(215 ILCS 5/1.55.18)(3) states that medical liability rates shall be certified in such filing by an officer of the company and a qualified actuary that the company's rates are based on sound actuarial principles and are not inconsistent with the company's experience.

I, Derrick D. Shannon, a duly authorized officer of  
Pharmacists Mutual Insurance Company, am authorized to certify on behalf  
of the Company making this filing that the company's rates are based on sound actuarial  
principles and are not inconsistent with the company's experience, and that I am knowledgeable  
of the laws, regulations and bulletins applicable to the policy rates that are the subject of this  
filing.

I, Derrick D. Shannon, a duly authorized actuary of  
Pharmacists Mutual Insurance Comp. am authorized to certify on behalf of  
Pharmacists Mutual Insurance Company making this filing that the company's rates are based  
on sound actuarial principles and are not inconsistent with the company's experience, and that I  
am knowledgeable of the laws, regulations and bulletins applicable to the policy rates that are  
the subject of this filing.

[Signature] VP & Chief Actuary  
Signature and Title of Authorized Insurance Company Officer

1/14/2013  
Date

[Signature] VP & Chief Actuary  
Signature and Title of Authorized Actuary

1/14/2013  
Date

Insurance Company FEIN 42-0223390 Filing Number PHAR-128843853  
Insurer's Address 808 Hwy 18 W  
City Algona State Iowa Zip Code 50511  
Contact Person's:  
Name and E-mail Janine MacVey janine.macvey@phmic.com  
Direct Telephone and Fax Number (515) 395-7207

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

Rule 9.24.4 has been ~~deleted from the Countrywide Exception Pages~~ withdrawn and replaced by the following:

**9.24.4 Pharmacy Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability Coverage**

Coverage can be added to forms BP 0100 or BP 0200 for bodily injury, property damage, or personal and advertising injury arising from the rendering or failure to render pharmacy services and either professional consultation services or home health care services.

Pharmacy Professional Liability Limit Factors

<u>limit</u>	<u>factor</u>
<u>300,000</u>	<u>0.75</u>
<u>500,000</u>	<u>0.86</u>
<u>1,000,000</u>	<u>1.00</u>
<u>2,000,000</u>	<u>1.20</u>

To determine the Pharmacy ~~Services~~-Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability premium:

~~Step 1– multiply the pharmacy’s annual gross receipts, in thousands, by the loss costs shown in the Countrywide Rating Information section of this manual, plus the premium generated for either professional consultation services liability (Rule 9.24.7) or home health care services liability (Rule 9.24.8). Gross receipts for Pharmacy include total amounts collected from customers for prescriptions, drugs, health care products, and pharmacy professional services.~~

Step ~~2~~1 - determine the percentage of filled prescriptions that falls into each of the following categories; the sum of these ~~3~~4 groups must equal 100%.

- non-compounded,
- non-sterile simple compounded ~~(involving only ingredients in manufacturer-produced dosage forms,)~~
- non-sterile complex compounded
- ~~all other~~sterile compounded.

Step ~~3~~2 – Non-compounded prescription premium:

- a) Multiply the ~~result of Step 1~~ pharmacy’s annual gross receipts, in thousands, by the percentage of non-compounded prescriptions. Gross receipts include the total amount collected for prescriptions, drugs, and pharmacy services.
- b) Multiply the result of Step ~~3~~2.a) by the appropriate ~~factor from Table A.~~ rate for non-compounded prescriptions, shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) When risk management equipment is utilized, multiply the result of Step ~~3~~2.b) by the appropriate ~~factor from Table B.~~ credit for risk management equipment. A 5% credit shall be provided for each piece of equipment. A 10% credit shall be applied if the risk management equipment is a PassRx. The total credit for risk management equipment may not exceed 15%.

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

Step ~~4~~3 – Non-sterile simple compounded prescription premium:

- a) Multiply the ~~result of Step 1~~ pharmacy's annual gross receipts, in thousands, by the percentage of non-sterile compounded prescriptions,
- b) Multiply the result of Step ~~4~~3.a) by the appropriate ~~factor from Table A.~~ rate for non-sterile simple compounded prescriptions shown in the state Businessowners Manual Exception Pages and by the appropriate Pharmacy Professional Liability Limit Factor.

Step ~~5~~4 – ~~All other compounded prescription premium:~~ Compounding Modification Factor:

- ~~a) Multiply the result of Step 1 by the percentage of all other compounded prescriptions,~~
- ~~b) Multiply the result of Step 5.a) by the appropriate factor from Table A.~~
- a) Add the percent of compounded prescriptions from Non-Sterile Complex and Sterile Compounding. From this sum subtract 20%. If the result is less than 0%, use 0%.
- b) The Compounding Modification Factor equals 1 minus the lesser of Step 4.a) or 30%.

Step 5 - Non-Sterile Complex Compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of Non-Sterile Complex Compounded prescriptions.
- b) Multiply the result of Step 5.a) by the base (state specific) Not-Sterile Complex Compounding rate, shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) Multiply the result of Step 5.b) by the Compounding Modification Factor as determined in Step 4.b).

Step 6 - Sterile Compounded prescription premium:

- a) Multiply the pharmacy's annual gross receipts, in thousands, by the percentage of Sterile Compounded prescriptions.
- b) Multiply the result of Step 6.a) by the base (state specific) Sterile Compounding, shown in the state Businessowners Manual Exception Pages, and by the appropriate Pharmacy Professional Liability Limit Factor.
- c) Multiply the result of Step 6.b) by the Compounding Modification Factor as determined in Step 4.b).

Step 7 - Add the results of Steps 2, 3, 5 and 6.

Step 8 - If the insured is PCAB accredited, apply a 15% discount to the result of Step 7. If the insured is not PCAB accredited proceed to Step 9.

~~Step 6 – Add results of Steps 3, 4 and 5 to determine the Pharmacy Services Professional Liability premium.~~

—

<del>Prescription Category</del>	<del>Factor</del>
<del>Non-Compounded</del>	<del>0.95</del>
<del>Non-Sterile Compounded</del>	<del>1.00</del>
<del>All other compounded</del>	<del>1.25</del>

~~Table A for Rule 9.24.4~~

<del>Risk Management Equipment</del>	<del>Factor</del>
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**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
**ILLINOIS**

Count	
1	0.95
2	0.90
3+	0.85

~~Table B for Rule 9.24.4~~

Step 9 – Add the premium generated for either Professional Consultation Services Liability (Rule 9.24.7) or Home Health Care Services Liability (Rule 9.24.8) to the result of Step 8 to determine the total Pharmacy Professional Liability Including Professional Consultation Services Liability or Home Health Care Services Liability premium.

The Pharmacy Professional Liability Including Professional Consultation Services endorsement contains provisions for the following limits:

**Each Occurrence Limit** – The Pharmacy Professional Liability Including Professional Consultation Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for pharmacy services and professional consultation services.

**Aggregate Limit** -- The Pharmacy Professional Liability Including Professional Consultation Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for pharmacy services and professional consultation services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1115B-IL for Pharmacy Professional Liability Including Professional Consultation Services.*

The Pharmacy Professional Liability Including Home Health Care Services endorsement contains provisions for the following limits:

**Each Occurrence Limit** – The Pharmacy Professional Liability Including Home Health Care Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for pharmacy services and home health care services.

**Aggregate Limit** -- The Pharmacy Professional Liability Including Home Health Care Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for pharmacy services and home health care services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1116B-IL for Pharmacy Professional Liability Including Home Health Care Services.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

**Rule 9.24.7 has been deleted from the Countrywide Exception Pages and replaced by the following:**

**9.24.7 Professional Consultation Services Liability**

Coverage may be provided for Professional Consultation Services Liability. The additional premium charge is computed by multiplying the rate shown by the gross receipts (in thousands) for professional consultation services plus the per person charge. Gross receipts for professional consultation services include the total amount collected from medical equipment or devices, health care products and professional consultation services.

Limit	Professional Consultation Services Rates/\$1,000 of GROSS RECEIPTS
\$ 300,000	\$1.20
\$ 500,000	\$1.40
\$1,000,000	\$1.60
\$2,000,000	\$2.00

Limit	Home Health Care Professional and/or Home Health Care Provider Charge (Per Person)
\$ 300,000	\$16.00
\$ 500,000	\$20.00
\$1,000,000	\$25.00
\$2,000,000	\$35.00

Professional Consultation Services Liability coverage is either included with Pharmacy Professional Liability for pharmacy risks (*under PM 1115B-IL*), or provided separately with the Professional Consultation Services Liability endorsement for non-pharmacy risks.

When attached, the Professional Consultation Services Liability endorsement includes provisions for the following limits:

**Each Occurrence Limit** – The Professional Consultation Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for professional consultation services.

**Aggregate Limit** -- The Professional Consultation Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for professional consultation services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1093B-IL for Non-pharmacy risk.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

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**Rule 9.24.8 has been deleted from the Countrywide Exception Pages and replaced by the following:**

**9.24.8 Home Health Care Services Liability Coverage**

Coverage may be provided for Home Health Care Services Liability. The additional premium charge is computed by multiplying the rate shown by the gross receipts (in thousands) for home health care services plus the per person charges. Gross receipts for home health care services include the total amounts collected from medical equipment or devices, health care products, and home health care services.

Limit	Home Health Care Services Rates/\$1,000 of GROSS RECEIPTS
\$ 300,000	\$1.20
\$ 500,000	\$1.40
\$1,000,000	\$1.60
\$2,000,000	\$2.00

Limit	First Home Health Care Professional Charge	Additional Home Health Care Professional Charge (Per Person)	Home Health Care Services Provider Charge (Per Person)
\$ 300,000	\$800	\$160	\$16
\$ 500,000	\$1000	\$200	\$20
\$1,000,000	\$1200	\$250	\$25
\$2,000,000	\$1600	\$350	\$35

Home Health Care Services Liability coverage is either included with Pharmacy Professional Liability for pharmacy risks (*under PM 1116B-IL*), or provided separately with the Home Health Care Services Liability endorsement for non-pharmacy risks.

When attached, the Home Health Care Services Liability endorsement includes provisions for the following limits:

**Each Occurrence Limit** – The Home Health Care Services - Each Occurrence Limit is the most that will be paid for all damages arising out of a single occurrence covered for home health care services.

**Aggregate Limit** -- The Home Health Care Services - Aggregate Limit is the most that will be paid during each annual policy period for damages arising out of claims covered for home health care services. The rating for this coverage reflects an Aggregate Limit equal to two times the Each Occurrence Limit.

*Attach endorsement PM 1098B-IL for Non-pharmacy risk.*

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
BUSINESSOWNERS PROGRAM MANUAL  
MEDICAL MALPRACTICE SUPPLEMENTAL  
ILLINOIS

---

Rule 9.49 has been added:

**9.49 Prescription Products Liability Exclusion**

Prescription Products Liability can be excluded under the Commercial Liability Coverage when a separate Pharmacy Professional Liability Including Professional Consultation Services policy is also provided for the risk. There is no premium change for adding this endorsement; however, pharmacy receipts should not be included in the rating basis for Products Liability under the Commercial Liability Coverage. Pharmacy receipts include total amounts collected from customers for prescriptions and pharmacy services.

Attach Endorsement PM 1117B.

**The following Rules 9.50 and 9.52 have been moved from our BOP Countrywide Exception Pages to the IL Medical Malpractice Supplement. No changes have been made to these rules as previously filed and approved.**

**Rule 9.50 has been added:**

**9.50 Pharmacy Professional Liability Extension**

**This option is only available when the Businessowners policy is being cancelled at the insureds request due to the sale or closure of the business.**

**Pharmacy Professional Liability coverage can be extended for bodily injury or property damage which occurs after the policy cancellation date, provided that the incident causing the bodily injury or property damage, such as dispensing a prescription, occurred while the policy was in force.**

**The extension term is provided for a maximum of 6-months, beginning on the policy cancellation date and ending after 182 days, unless other dates are shown on the policy endorsement.**

**To determine the additional premium for this Extension, multiply the policy's annual Pharmacy Professional Liability Including Professional Consultation Services premium (see Rule 9.24.4) by 2.0%, subject to a minimum \$100.00 premium. The additional premium charged is fully earned and cannot be cancelled once accepted.**

**Attach endorsement PM 1118B.**

**Rule 9.52 has been added:**

**9.52 Immunization Liability Coverage**

**Coverage may be provided for Immunization Liability when a non-employee immunization provider administers immunizations on the insured's behalf. The additional premium charge is computed by pro-rating the annual Home Health Care Professional per person charge from Rule 9.24.8 for the period that Immunization Liability coverage is provided, subject to a minimum \$100.00 premium.**

**Attach endorsement PM 1130B.**

**PHARMACISTS MUTUAL INSURANCE COMPANY**  
**BUSINESSOWNERS PROGRAM MANUAL**  
**ILLINOIS**

---

**Loss Cost Multiplier**

PHARMACISTS MUTUAL INSURANCE COMPANY will use a loss cost multiplier of ~~1.025~~0.906 for all ~~Property & General Liability coverage and 1.081 for all Professional and Other Liability coverage, with~~ all "Loss Costs" established by AAIS for our Businessowners Program.

**Factor Rating Information – Property Factors**

**Construction Relativities have been withdrawn and replaced by the following:**

**CONSTRUCTION RELATIVITIES**

Frame	1.000
Joist Mas	0.825
Non-Comb	0.750
Mas N-c	<del>0.500</del> <u>0.580</u>
Fire Res	<del>0.400</del> <u>0.480</u>

**Pharmacy Services Professional Liability Rates**

<u>TYPE OF COMPOUNDING</u>	<u>RATE</u>
<u>Non-Compounded</u>	<u>0.91</u>
<u>Non-Sterile Simple Compounded</u>	<u>0.96</u>
<u>Non-Sterile Complex Compounded</u>	<u>1.48</u>
<u>Sterile Compounded</u>	<u>1.48</u>